

10 July 2025

## DEBT FACILITY OF UP TO US\$15 MILLION SECURED

### KEY POINTS

- Peninsula has secured debt financing of up to US\$15 million with Davidson Kempner, a global investment management firm with more than US\$35 billion in assets under management
- Proceeds from the debt facilities will be used to enable Peninsula to continue key development and commissioning work at the flagship Lance Project whilst progressing an equity capital raising
- The US\$15 million 2-year debt financing is comprised of:
  - US\$10 million cash advance facility proposed to be drawn down immediately (upon satisfaction of customary conditions precedent in the coming days)
  - US\$5 million convertible debt facility that is subject to shareholder approval, to be drawn down upon completion of an equity capital raising
  - Subject to shareholder approval being obtained, up to US\$10m of the cash advance facility will be refinanced by a convertible debt facility.
- Looking ahead, dry yellowcake expected to be produced before the end of August, pending completion of outstanding items, water commissioning, standard form pre-operational Wyoming Uranium Recovery Program (URP) approval and successful hot commissioning
- The Company continues to finalise various matters including completion of the reset of the sales contract book, production guidance, together with financial and other associated plans that are required to enable launch of an anticipated equity raise

Peninsula Energy Limited and its wholly owned subsidiary, Strata Energy Inc. (together “**Peninsula**” or the “**Company**”) (ASX: **PEN**, OTCQB: **PENMF**) wishes to provide a funding update for the Company and activities at the Lance Project, located in Wyoming.

Peninsula has secured up to US\$15 million debt financing from global investment management firm Davidson Kempner (the “**lender**”), which will allow the Company to continue key development and commissioning activities and finalise the reset of its sales contract book. Importantly, it will provide the Company with available cash, time and flexibility to complete the items that Peninsula considers appropriate to have in place to best position the Company to progress a successful equity capital raising in the near term.

Peninsula will drawdown US\$10 million under the cash advance facility as soon as possible (subject to the satisfaction of customary conditions precedent) as the Company focuses on completing several key workstreams, including water commissioning, URP approval and hot commissioning, with a target of dry yellowcake production by the end of August 2025. The Company notes that the URP approval process is a typical pre-operational inspection and approval process required by the State of Wyoming to verify that Strata has in place adequate procedures and has conducted adequate training of personnel prior to the commencement of operations.

The lender has also committed to subscribe for up to US\$3 million<sup>1</sup> of shares in Peninsula as part of the Company's next equity capital raising, with the amount payable by the lender to subscribe for the shares to be set off against part of the drawn balance of the debt facility as at the date of the equity capital raising. Subject to shareholder approval, the amount of drawn down cash advance remaining (ie approximately US\$7 million where the lender has subscribed for US\$3 million under the Company's next equity capital raising), will be refinanced and a new convertible debt facility for the remaining balance will come into effect. An additional US\$5m convertible debt facility will also become available upon obtaining shareholder approval and completion of an equity raising. Peninsula intends to hold a shareholder meeting to approve this refinancing facility by the end of August 2025.

**Peninsula Energy's Managing Director and CEO, George Bauk commented:** *"We are very pleased to be able to secure this debt financing with a highly regarded leading global investment management firm. As the Company works through resolving key matters like the offtake contract book, it is clear that we needed to secure short-term financing to ensure we can continue to methodically and efficiently deliver on our development and commissioning program at Lance and further strengthen our cash position and balance sheet together with and whilst progressing an equity capital raising. The debt financing enables the Company to maintain momentum with the program which would have been challenging from a timing perspective if solely relying on the equity raising to provide funding. A low cash balance may also have impacted on the Company's ability to maximise its chances of a successful raising, and we feel very positive about that process now the debt financing is in place.*

*Through this debt financing we will promptly draw down US\$10 million, which importantly allows us to maintain our trajectory towards starting operations in the coming months and then resuming trading on the ASX. It is extremely positive that a global investment management firm is committed to the Company with support for the upcoming equity raising.*

*I would like to thank Davidson Kempner for their support through what is a critically important development for our Company. I acknowledge the support of our shareholders. I understand the last few months have been frustrating, however they have also been transformative for Peninsula, where we have reset necessary operational and financial foundations to allow us to ensure when we restart production, we can execute on our targets and establish Lance as key supplier of yellowcake to the growing United States and global market."*

### Summary of the Debt Financing

<b>Borrower</b>	Peninsula Energy Limited		
<b>Original Guarantors</b>	Australian and United States domicile subsidiaries including Strata Energy, Inc.		
<b>Facility and Conditions to drawdown</b>	Facility A: US\$10,000,000  Relatively customary conditions to drawdown of a cash advance facility	Facility B1: US\$5,000,000  Shareholder approval under Listing Rule 7.1 and successful completion of an equity raising for a minimum of US\$30,000,000	Facility B2: Up to US\$10,000,000  Shareholder approval under Listing Rule 7.1
<b>Tenor and Maturity Date</b>	2 years from Financial Close under Facility A.		

<sup>1</sup> The lender's commitment to subscribe for shares under the Company's next equity capital raising includes a US\$1.5m participation in a placement or entitlement issue and a US\$1.5m sub-underwriting commitment and so the final size of the subscription could be less than US\$3 million and is dependent the size of the shortfall available.

<b>Purpose</b>	<p>Facilities A &amp; B1 – Fund construction, commission and operation of the Group's Central Processing Plant, wellfield developments of the Group and other general corporate purposes.</p> <p>Facility B2 – Refinance Facility A for an amount of up to US\$10.0 million</p>
<b>Facilities B1 and B2</b>	<p>Subject to receipt of shareholder approval described above, Facilities B1 and Facility B2 will come into effect and Facility B2 will refinance Facility A for an amount of up to US\$10.0 million.</p> <p>Both Facility B1 and Facility B2 are convertible loan facilities, under which, at the election of the Lender up to the Maturity Date at a conversion price equal to the price at which shares are issued under an equity raising and if an equity raising is not completed by the conversion date then an agreed minimum price A\$0.30 per share. The conversion price subject to customary adjustments for changes in capital structure.</p>
<b>Security</b>	Senior secured over all assets of the Borrower and Guarantors, subject to certain excluded assets.
<b>Funding Cost</b>	Fixed rate structure with step-up and default margin features following certain triggers event, being if customary events of default occur or failure to obtain shareholder approval for the terms of the facilities by 30 September 2025.
<b>Repayment Profile</b>	<p>Bullet repayment on Termination Date and mandatory prepayment under certain conditions. Optional prepayments permitted after 6 months following Financial Close (subject to make-whole amount and the Redemption Premium).</p> <p>Lender right to call for repayment of the outstanding loans if the warrants (referred to below) are not issued or drawdown of Facility B2 does not occur by 30 September 2025, which would occur if shareholder approval under Listing Rule 7.1 is not obtained by that date.</p>
<b>Make-whole</b>	If any prepayment or repayment is made during the first 15 months after financial close, a make whole payment is payable calculated on the basis of the interest that would have been payable through to the Maturity Date including any default rate if applicable.
<b>Redemption Premium</b>	A redemption premium of US\$2,250,000 is payable if a trigger event, being an insolvency event, occurs for the Borrower or a Guarantor or failure to issue the warrants described below or draw Facility B2, which will occur if shareholder approval is not obtained, by 30 September 2025.
<b>Warrants</b>	<p>The lender is to be issued detachable warrants that represent 2.5% of the Borrower's share capital on a fully diluted basis at the date of their issue, exercisable at 150% of the price at which shares are issued under the next equity capital raising and if an equity capital raising is not completed by 30 September 2025 an agreed minimum price of A\$0.45 per share. The warrants have an exercise period of 5 years from the later of the issue date and 30 September 2025.</p> <p>Lender is also to be issued detachable warrants to acquire 2.5% of the Borrower's share capital on a fully diluted basis at the date of their issue, on the same terms as above, but only exercisable if the Company goes into administration.</p> <p>The issue of all warrants is subject to obtaining shareholder approval.</p>
<b>Other Terms</b>	Customary representations, undertakings, including negative pledge, events of default, restriction on incurring financial indebtedness other than certain permitted indebtedness, minimum liquidity and a Guarantor coverage test.

### About Davidson Kempner

Davidson Kempner Capital Management LP is a global investment management firm with over 40 years of experience and a focus on fundamental investing with a multi-strategy approach. Davidson Kempner has more than \$35 billion in assets under management and over 500 employees across seven offices: New York, Philadelphia, London, Dublin, Hong Kong, Shenzhen and Mumbai. Additional information is available at: [www.davidsonkempner.com](http://www.davidsonkempner.com)

### Looking Ahead

The Company is focussed on completing water commissioning of the Central Processing Plant, obtain pre-operational regulatory approval from the Wyoming URP and commence hot commissioning in August to lead to first production of dried yellowcake before the end of August 2025.

The Company is also focussed on finalising the reset of its sales contract book.

This is not the announcement referred to in the trading halt request on 17 April 2025 and suspension notice on 23 April 2025. The Company's shares will continue to remain in suspension until we finalise various matters including sales contract book, production guidance and equity financing.

**- ENDS -**

This release has been approved by Peninsula's Board of Directors.

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### **ABOUT PENINSULA ENERGY LIMITED**

*Peninsula Energy Limited (ASX:PEN) is one of the only ASX-listed uranium companies providing US production and direct market exposure. Its 100% owned Lance Projects in Wyoming has re-commenced uranium recovery from wellfields in December 2024 and will continue ramping up the production rate in the second half of 2025 in conjunction with the commissioning of a complete central processing plant.*

*Lance is one of the largest, independent near-term uranium development projects in the US. Once back in full production, Lance will establish Peninsula as a fully independent end-to-end producer of yellowcake, well-placed to become a key supplier of uranium and play an important role in a clean energy future.*

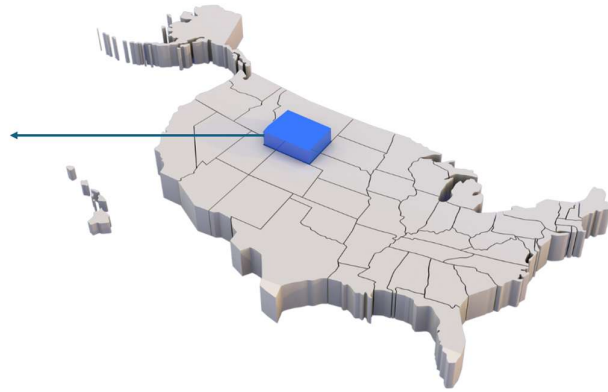


WYOMING, USA

**LANCE PROJECT**



Central Processing Plant (Phase I & II)



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