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16 May 2024

Companies Announcement Office
Via Electronic Lodgement

A\$106 MILLION FULLY UNDERWRITTEN EQUITY RAISE TO FULLY FUND PENINSULA TO SUSTAINABLE POSITIVE FREE CASH FLOW IN Q3 2025

HIGHLIGHTS

- Fully underwritten A\$105.9 million (before costs) equity raising ("**Equity Raising**") comprising an Institutional Placement ("**Placement**") of approximately A\$52.9 million and a A\$53.0 million 1 for 4 accelerated non-renounceable entitlement offer of 530.2 million shares ("**Entitlement Offer**")
- Equity Raising being conducted at an offer price ("**Offer Price**") of A\$0.10 per share, representing a 13.0% discount to the last closing price of \$0.115 per share on 15 May 2024 and 13.6% discount to the 10-day VWAP of \$0.116 as at and including 15 May 2024
- Proceeds of the Offer, are expected to fully fund the Company to sustainable free cash flow in Q3 2025
- The Equity Raising will place Peninsula in a strong financial position to complete key development and construction activities at Lance at full pace
- The Lance Project remains on target for commissioning in late 2024, positioning Peninsula to capitalise on the increasingly tight uranium market, forecast growth in demand and rising uranium prices

Peninsula Energy Limited ("**Peninsula**" or the "**Company**") (**ASX:PEN, OTCQB:PENMF**) is pleased to announce a fully underwritten A\$105.9 million Equity Raising (before costs) to be conducted via a A\$52.9 million Placement to global institutional and sophisticated investors and a A\$53.0 million 1 for 4 accelerated non-renounceable entitlement offer.

The Equity Raising will be conducted at a fixed Offer Price of A\$0.10 per share, representing a:

- 13.0% discount to the last closing price of A\$0.115 per share on 15 May 2024;
- 13.6% discount to the 10-day VWAP of A\$0.116 per share up to and including 15 May 2024; and
- 10.7% discount to the theoretical ex-rights price ("**TERP**") of A\$0.112 per share

The Equity Raising will result in the issuing of approximately 1,058.8 million new shares, representing approximately 49.9% of existing Peninsula shares on issue. New shares issued under the Equity Raising will rank equally with existing Peninsula shares as at their date of issue.

The Equity Raising is fully underwritten by the joint lead managers.

Proceeds from the Equity Raising are expected to fully fund the Company to sustainable positive free cash flow in Q3 2025. The Company will also continue to pursue debt discussions, which in addition to the remaining unexercised March 2025 in-the-money options, may be established to provide additional working capital, funding for growth initiatives and balance sheet flexibility.

Peninsula's Managing Director and CEO, Mr Wayne Heili said:

"We continue to be buoyed by the support of existing and new shareholders to back the Lance project. Lance is one of the largest uranium projects in the US and with production at Lance scheduled to re-commence in late 2024, we are well-positioned to become a near-term, long life, independent uranium producer."

"The work at Lance is continuing at full pace and we remain on track for commissioning later this year. This funding provides us with balance sheet strength to take us through until anticipated sustainable free cashflow generation in Q3 2025. We are still progressing debt discussions but felt this opportunity delivers a high-level of financial certainty to shareholders in respect to our funding requirements."

Placement

Up to approximately 528.5 million new shares are expected to be issued to new institutional investors and existing institutional shareholders under the Placement at the Offer Price. The Placement will be conducted concurrently with the Institutional Entitlement Offer (as described below) in reliance on the Company's ASX Listing Rule 7.1 and 7.1A placement capacity. New shares issued under the Placement will not be eligible to participate in the Entitlement Offer.

Institutional Entitlement Offer

Eligible institutional shareholders will be invited to participate in the institutional component of the Entitlement Offer ("**Institutional Entitlement Offer**"), which is being conducted today, 16 May, 2024 and tomorrow, 17 May 2024.

Eligible institutional shareholders can choose to take up all, part or none of their Entitlement. Institutional Entitlements cannot be traded on the ASX or be transferred.

Institutional Entitlements that eligible institutional shareholders do not take up by the close of the Institutional Entitlement Offer, and institutional Entitlements that would otherwise have been offered to ineligible institutional shareholders, will be offered to new institutional investors and existing institutional shareholders concurrently with the Institutional Entitlement Offer.

Peninsula's shares will remain in a trading halt pending completion of the Placement and the Institutional Entitlement Offer.

Retail Entitlement Offer

Eligible retail shareholders with registered addresses in Australia or New Zealand or other jurisdictions into which the Company determines to extend the Entitlement Offer, and who are not located in the United States, will be invited to participate in the retail component of the Entitlement Offer ("**Retail Entitlement Offer**") at the same Offer Price and offer ratio as the Institutional Entitlement Offer. The Retail Entitlement Offer will open on Thursday, 23 May 2024 and close at 5:00pm (Sydney time) on Monday, 3 June 2024.

Eligible retail shareholders who take up their entitlement in full can also apply for additional new shares in excess of their entitlement up to a maximum of 50% of their entitlement under an oversubscription facility. Additional new shares will only be available for the oversubscription facility if there is a shortfall between applications received from eligible retail shareholders and the number of new shares proposed to be issued under the Retail Entitlement Offer.

Entitlements cannot be traded on the ASX or transferred. Eligible retail shareholders who do not take up their entitlement under the Retail Entitlement Offer, in full or in part, will not receive any value in respect to those entitlements not taken up.

Peninsula MD & CEO Wayne Heili, Chairman John Harrison and Non-Executive Director Mark Wheatley have committed to taking up their entitlements in the Entitlement Offer.

Chairman John Harrison and Non-Executive Director David Coyne have agreed to sub-underwrite A\$25,000 each of the Retail Entitlement Offer.

Further details about the Retail Entitlement Offer will be set out in the Retail Entitlement Offer information booklet ("**Retail Offer Booklet**"), which Peninsula expects to lodge with ASX and dispatch to eligible retail shareholders on Thursday, 23 May 2024. The Retail Offer Booklet will also enclose personalised entitlement and acceptance forms.

Indicative Timetable

Event	Date
Announcement of the Equity Raising	Before open on Thursday, 16 May 2024
Placement and Institutional Entitlement Offer bookbuild	Thursday, 16 and Friday, 17 May 2024
Results of Institutional Entitlement Offer and Placement announced and trading resumes on an ex-entitlement basis	Before open Monday, 20 May 2024
Record Date for Retail Entitlement Offer	7:00pm (Sydney time) Monday, 20 May 2024
Settlement of Institutional Entitlement Offer and Placement	Thursday, 23 May 2024
Retail Entitlement Offer opens and Retail Offer Booklet despatched	Thursday, 23 May 2024
Despatch of holdings statements for new shares under the Institutional Entitlement Offer and Placement	Thursday, 23 May 2024
Allotment and normal trading of new shares under the Institutional Entitlement Offer and Placement	Friday, 24 May 2024
Retail Entitlement Offer closes	5:00pm (Sydney time) Monday, 3 June

ASX ANNOUNCEMENT (ASX:PEN)

	2024
Results of Retail Entitlement Offer announced	Tuesday, 11 June 2024
Settlement of Retail Entitlement Offer	Tuesday, 11 June 2024
Allotment of new shares under the Retail Entitlement Offer	Tuesday, 11 June 2024
Normal trading of new shares issued under the Retail Entitlement Offer	Tuesday, 11 June 2024
Despatch of holding statements for new shares under the Retail Entitlement Offer	Wednesday, 12 June 2024

***Note:** The timetable above is indicative only and subject to change. Peninsula reserves the right to amend any or all of these events, dates and times, without notice, subject to the Corporations Act 2001 (Cth), the ASX Listing Rules and other applicable laws.

Uses of Funds

The proceeds from the Equity Raising, when combined with the Company's cash balance of US\$49.6m at 31 March 2024 (unaudited), are intended to be allocated towards:

- Pre-production CAPEX – US\$52.2m
- Ramp-up CAPEX – US\$11.5m
- Ramp-up OPEX – US\$30.0m
- Working capital – US\$12.5m
- Corporate costs – US\$7.6m
- Cost of the Equity Raising – US\$4.6m

Update on Debt Discussions

The Company has appointed a financial adviser to assist with the arrangement of debt facilities to support working capital to achieve steady state production and balance sheet flexibility. The Company is in ongoing discussions with Government funding agencies and has received interest from international financiers in relation to funding the Lance Project.

Trading Halt

This is the announcement referred to in the Trading Halt request to ASX on 16 May 2024 but is not the release to lift the Trading Halt.

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

-ENDS-

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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 is due to re-commence production in December 2024 following a central processing plant capacity expansion construction project.

Lance is one of the largest, independent near-term uranium development projects in the US. With a track record of meeting delivery requirements since 2016, Peninsula has 10 years of sales contracts in place with major utilities in both the US and Europe. Once back in 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.

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This announcement contains "forward-looking statements". All statements other than those of historical facts included in the announcement are forward-looking statements including statements regarding the timetable and outcome of the offer, statements regarding the Company's ability to fund its operations and statements regarding the Company's future free cash flow. However, forward-looking statements are subject to risks, uncertainties and other factors, which could cause actual results to differ materially from future results expressed, projected or implied by such forward-looking statements. Such risks include, but are not limited to, uranium price volatility, currency fluctuations, increased production costs and variances in ore grade or recovery rates from those assumed in mining plans, as well as political and operational risks and governmental regulation and judicial outcomes. See the "Key Risks" section of the capital raising presentation titled "On Track to Become a World Class Uranium Producer in a Tier-1 Jurisdiction - A\$106 million Equity Raising Presentation" released today to the ASX by the Company for a non-exhaustive summary of certain key risk factors that may affect the Company. There can be no assurance that the actual outcomes discussed in this announcement will not differ materially from these statements. The Company does not undertake any obligation to release publicly any revisions to any "forward-looking statement" to reflect events or circumstances after the date of this announcement, or to reflect the occurrence of unanticipated events, except as may be required under applicable laws or regulations (including the ASX Listing Rules). The Company believes it has a reasonable basis for providing the forward-looking statements and production targets included in this announcement.