

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

Introduced 01/07/96 Origin Appendix 8 Amended 01/07/97, 01/07/98, 30/09/01, 01/06/10, 17/12/10, 01/05/2013

Name of entity

Peninsula Energy Limited

ABN

62 062 409 303

Quarter ended ("current quarter")

31 December 2015

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date (6 months) \$A'000
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for (a) exploration & evaluation	(125)	(623)
(b) development	(10,818)	(21,069)
(c) production	-	-
(d) administration	(2,063)	(3,107)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	17	53
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other (provide details if material)	-	-
Net Operating Cash Flows	(12,989)	(24,746)
Cash flows related to investing activities		
1.8 Payment for purchases of: (a) prospects	-	(29)
(b) equity investments	-	-
(c) other fixed assets	(1,501)	(10,225)
1.9 Proceeds from sale of: (a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	-	466
1.10 Loans to other entities	-	-
1.11 Loans repaid by other entities	-	-
1.12 Other (provide details if material)	-	-
Net investing cash flows	(1,501)	(9,788)
1.13 Total operating and investing cash flows (carried forward)	(14,490)	(34,534)

+ See chapter 19 for defined terms.

Appendix 5B**Mining exploration entity and oil and gas exploration entity quarterly report**

1.13	Total operating and investing cash flows (brought forward)	(14,490)	(34,534)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	1,841	1,841
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	2,032	2,032
1.17	Repayment of borrowings	-	(82)
1.18	Dividends paid	-	-
1.19	Other (Costs of Capital)	-	(128)
	Net financing cash flows	3,873	3,663
	Net increase (decrease) in cash held	(10,617)	(30,871)
1.20	Cash at beginning of quarter/year to date	18,471	35,561
1.21	Exchange rate adjustments to item 1.20	(1,542)	1,622
1.22	Cash at end of quarter	6,312	6,312

Payments to directors of the entity, associates of the directors, related entities of the entity and associates of the related entities

		Current quarter \$A'000
1.23	Aggregate amount of payments to the parties included in item 1.2	(415)
1.24	Aggregate amount of loans to the parties included in item 1.10	

1.25 Explanation necessary for an understanding of the transactions

Payment of Directors Fees and payments to Executive Directors under respective service agreements.

Non-cash financing and investing activities

2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

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2.2 Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest

Not applicable.

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Financing facilities available

Add notes as necessary for an understanding of the position.

	Amount available \$A'000	Amount used \$A'000
3.1 Loan facilities*	17,834	2,744
3.2 Credit standby arrangements	Nil	Nil

*Note: US\$15 million facility provided by Investec Bank PLC, as announced on 7 December 2015, comprised of US\$7.5 million overdraft and US\$7.5 million inventory finance facility.

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	250
4.2 Development	4,400
4.3 Production	3,000
4.4 Administration	1,300
Total	8,950

Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.

	Current quarter \$A'000	Previous quarter \$A'000
5.1 Cash on hand and at bank	2,826	14,951
5.2 Deposits at call	-	-
5.3 Bank overdraft	-	-
5.4 Other (Commercial Bills & Security Deposits)	3,486	3,520
Total: cash at end of quarter (item 1.22)	6,312	18,471

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Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

Changes in interests in mining tenements and petroleum tenements

	Tenement reference and location	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
6.1	Interests in mining tenements and petroleum tenements relinquished, reduced or lapsed			
6.2	Interests in mining tenements and petroleum tenements acquired or increased			

Issued and quoted securities at end of current quarter

Description includes rate of interest and any redemption or conversion rights together with prices and dates.

	Total number *	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.1	Preference securities			
7.2	<i>(description)</i> Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions			
7.3	*Ordinary securities	174,198,060	174,198,060	
7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	555,556 18,194 201,516	555,556 18,194 201,516	Nil Nil Fully paid
7.5	*Convertible debt securities <i>(description)</i>			Fully paid

+ See chapter 19 for defined terms.

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities converted or expired				
7.7	Options (description and conversion factor)	43,333,437 2,250,001 319,747	43,333,437 - -	<i>Exercise price</i> \$2.00 \$3.20 \$1.52	<i>Expiry date</i> 31/12/2018 31/12/2017 01/12/2019
	<i>Performance Rights</i>	630,000	-	Class F	
7.8	Issued during quarter	265,010 54,737	- -	\$1.52 \$1.52	01/12/2019 01/12/2019
7.9	Exercised during quarter	201,516 1,766,364*	201,516 1,766,364	\$1.20 \$1.20	31/12/2015 31/12/2015
7.10	Expired during quarter	17,705,776 200,000 (625,000) (627,500)	17,705,776 - - -	\$1.20 \$1.60 Class D Class E	31/12/2015 31/12/2015
7.11	Debentures (totals only)				
7.12	Unsecured notes (totals only)				

*Note: PENOC options exercised during the quarter and issued on 8 January 2016.

Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act or other standards acceptable to ASX (see note 5).
- 2 This statement does give a true and fair view of the matters disclosed.



Sign here:

Company Secretary

Date: 28 January 2016

Print name:

Jonathan Whyte

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Notes

- 1 The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.
- 2 The "Nature of interest" (items 6.1 and 6.2) includes options in respect of interests in mining tenements and petroleum tenements acquired, exercised or lapsed during the reporting period. If the entity is involved in a joint venture agreement and there are conditions precedent which will change its percentage interest in a mining tenement or petroleum tenement, it should disclose the change of percentage interest and conditions precedent in the list required for items 6.1 and 6.2.
- 3 **Issued and quoted securities** The issue price and amount paid up is not required in items 7.1 and 7.3 for fully paid securities.
- 4 The definitions in, and provisions of, *AASB 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report.
- 5 **Accounting Standards** ASX will accept, for example, the use of International Financial Reporting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.

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