



PENINSULA MINES LIMITED

ASX:PSM

ASX ANNOUNCEMENT

06 October 2016

PENINSULA COMPLETES \$1.68 MILLION PLACEMENT TO ACCELERATE SOUTH KOREAN EXPLORATION

- Placement raises \$1.68 million from current shareholders and new investors
- \$1.4 million received and additional \$0.28 million subject to shareholder approval
- Funds will be used to immediately accelerate exploration of Peninsula's highly-prospective graphite, lithium, gold-silver and zinc-silver projects in South Korea

Peninsula Mines Limited ("Peninsula" or the "Company") is very pleased to report that it has successfully closed an approximately \$1.68 million capital raising through the private placement of ordinary shares ("Placement"), which was overwhelmingly supported by existing and new shareholders and closed over-subscribed.

The Company has completed the first tranche of the Placement, raising \$1.4 million. A further \$275,200 from Peninsula's major shareholder, Aurora Minerals Limited ("Aurora", ASX:ARM) and Directors is subject to shareholder approval at the Company's upcoming Annual General Meeting.

The total Placement will result in the issue of approximately 80 million ordinary fully paid shares in the Company at an issue price of 2.1 cents per share. Other than shares to be issued to Aurora and Directors and Executives of Peninsula, the balance of the Placement was to institutional and sophisticated investors covered by ASX Listing Rule 7.1 and 7.1A.

Peninsula's CEO Jon Dugdale said:

"We are delighted by the strong support from new investors and existing shareholders in this capital raising.

"This represents a strong endorsement of our plan to immediately accelerate exploration of our highly-prospective graphite, lithium, gold-silver and zinc-silver projects in South Korea, then drill-test the key targets."

For further information please contact:

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About Peninsula Mines

Peninsula Mines Ltd is an Australian listed exploration/development company focused on developing the outstanding opportunities for mineral discovery within South Korea. Peninsula's strategy is to focus on mineral commodities which have a positive price outlook and offer potential for off-take or strategic partnerships in-country.

The Company has established and is growing a portfolio of highly prospective graphite, lithium, gold-silver and zinc-silver-polymetallic projects in South Korea that all offer significant exploration potential.

Full versions of all the company's releases are available for download from the Company's website www.peninsulamines.com.au

Forward looking Statements

This release contains certain forward looking statements. These forward-looking statements are not historical facts but rather are based on Peninsula Mines Ltd's current expectations, estimates and projections about the industry in which Peninsula Mines Ltd operates, and beliefs and assumptions regarding Peninsula Mines Ltd's future performance. Words such as "anticipates", "expects", "intends", "plans", "believes", "seeks", "estimates" "potential" and similar expressions are intended to identify forward-looking statements. These statements are not guarantees of future performance and are subject to known and unknown risks, uncertainties and other factors, some of which are beyond the control of Peninsula Mines Ltd, are difficult to predict and could cause actual results to differ materially from those expressed or forecasted in the forward-looking statements. Peninsula Mines Ltd cautions shareholders and prospective shareholders not to place undue reliance on these forward-looking statements, which reflect the view of Peninsula Mines Ltd only as of the date of this release. The forward-looking statements made in this release relate only to events as of the date on which the statements are made. Peninsula Mines Ltd does not undertake any obligation to release publicly any revisions or updates to these forward-looking statements to reflect events, circumstances or unanticipated events occurring after the date of this presentation except as required by law or by any appropriate regulatory authority.

Competent Persons Statement

The information in this release that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr Daniel Noonan, a Member of the Australian Institute of Mining and Metallurgy. Mr Noonan is an Executive Director of the Company.

Mr Noonan has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Noonan consents to the inclusion in the release of the matters based on this information in the form and context in which it appears.

