



PENINSULA MINES LIMITED

ABN 56 123 102 974

6 March 2015

The Manager
Announcements
Company Announcements Office
ASX Limited
PO Box H224 Australia Square
SYDNEY NSW 2000

Dear Sir/Madam

Board Restructure

The Board of Peninsula Mines Limited announces the restructure of its board effective from today. Mr Chris Rashleigh will retire as Managing Director but remain as a non-executive director. Mr Sang Hong will retire from the board and Mr Martin Pyle will become an executive director (currently non-executive).

The restructuring reflects Peninsula's ongoing commitment to minimising costs during a challenging period for junior exploration and development companies.

Peninsula continues to be committed to advancing its South Korean exploration and development strategy and to this end has made considerable progress in 2014 including:

- successful completion of a 3,000M diamond drilling campaign at Daehwa;
- securing the Jinan and Osu copper/gold porphyry and base metal tenements; and
- continued funding support for diamond drilling at Daehwa

In 2015, subject to funding capacity the Company is pursuing the following:

- estimation of a maiden Mineral Resource at Daehwa;
- preparation of a Scoping Study for the potential commercial development of the Daehwa Mineral Resources; and
- diamond drilling at its 3 core projects: Daehwa (Mo/W), Jinan and Osu (Cu/Au and base metals). To this end Peninsula announced on 16 February 2015 that applications for exploration support during the 2015 field season over the Company's tenements in South Korea have been lodged with Korea Resources Corporation (KORES).

In recognition of the exciting program for 2015 and the Company's willingness to operate in a frugal fashion, Peninsula's largest shareholder Aurora Minerals Limited, has agreed to provide ongoing working capital support. Commencing in April 2015 Aurora will provide a working capital loan facility on commercial terms of up to \$50,000/month on a month to month basis to be reviewed in June 2015. It is anticipated the loan would be converted to equity, subject to regulatory and shareholder approvals, in the event of Peninsula raising additional financing from third parties.

Chairman Phillip Jackson notes: "Peninsula Mines appreciates the contribution of Mr Sang Hong to the Company and we are pleased that we will be able to draw on his services as required as a consultant. In addition we are happy to retain the services of Chris Rashleigh as a non-executive director and we thank him for his contributions to the Company to date."

Moving forward the directors will continue to minimise the drawing of cash benefits until such time as additional funding is secured. In lieu of cash payments and recompense for agreeing to take on an executive role, Mr Martin Pyle will, subject to shareholder approval, be offered 2,600,000 options exercisable within 3 years from date of issue into ordinary shares at an exercise price being a 40% premium to the 5 day volume weighted average price (VWAP) at date of issue. Mr Phillip Jackson and Mr Chris Rashleigh will, subject to shareholder approval, be offered 1,250,000 options and 1,000,000 options respectively, exercisable within 3 years from date of issue into ordinary shares at an exercise price being a 40% premium to the 5 day VWAP at date of issue.

Yours faithfully

A handwritten signature in black ink, appearing to be 'Eric Moore', written in a cursive style.

Eric Moore
Company Secretary