

ASX Announcement

9 August 2016

Peninsula Mines Limited (ASX: PSM)

Exploration in South Korea
Graphite and Lithium
Gold, Silver and Base Metals
Molybdenum and Tungsten

Substantial Shareholders

Aurora Minerals Limited	32.0%
Management	10.0%
Perth Select	6.1%
M&S Lynch	6.0%

Shares on Issue: 434.5M

Contact Details

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Appointment of CEO

Peninsula Mines Limited (“the Company”) is pleased to announce the appointment of Lawrence Jonathon (“Jon”) Dugdale as Chief Executive Officer of the Company effective from 15 August 2016.

Jon graduated as a geologist with first class honours from the University of Melbourne in 1986 and has 30 years of mining industry experience, including a 20 year track record of exploration discovery and 10 years of investment/finance and Director/CEO experience in Australia and the Asian region.

Jon’s executive and senior roles have included:

- 2013-2016 - Managing Director of Australian listed Red Mountain Mining Ltd, based in Perth and focused on advancing the Batangas gold project in the Philippines from exploration to development. Jon managed both the Scoping Study and Pre-Feasibility Study;
- 2010 – 2012 - President & CEO of Mindoro Resources. Jon listed Mindoro in Australia and raised over \$20m, advancing the Philippines based Agata nickel project to pre-feasibility before joint venturing the project for development to TVI Pacific. The project has recently gone into production;
- 2006-2010 – Analyst with Lion Selection Group, technical and financial assessments of investment opportunities for the group and heading the Asian Lion Fund;
- 1993-2004 MPI Mine- Jon was involved with the exploration and development of several discoveries made by the MPI exploration team, including direct involvement in the 1Moz Golden Gift gold discovery in Stawell, Victoria, Australia; and,
- 1986 – 1993 WMC Ltd- Senior exploration and mining geology roles, including direct involvement in the Crusader gold discovery at Agnew, WA.

Jon is a Fellow of the AusIMM and Member of the Australian Institute of Company Directors (AICD).

Commenting on the appointment, Executive Director, Martin Pyle said: *“Jon has established a 20 year track record of discovery in mineralised environments, and projects he has had significant involvement in have been advanced to production.*

His subsequent 10 years of corporate experience with Lion Selection then as MD/CEO of both Mindoro Resources Ltd then Red Mountain Mining Ltd, has provided Jon with strong corporate/investor relations skills in challenging conditions, whilst maintaining close involvement with advanced project geology/exploration and development/feasibility study work.

Jon has shown his ability to operate in international environments and in particular his recent experience in Asia will be valuable to Peninsula which is actively exploring graphite, lithium and gold projects in South Korea”.

In addition to consulting fees Mr Dugdale or his nominee will be granted 9,000,000 unlisted options each to acquire a fully paid ordinary share in the Company in accordance with the following schedule:

- i) Tranche One: 3 million unlisted options with 2 year term exercisable at a 40% premium to the 5 trading days preceding VWAP from date of announcement of appointment. (issue subject to shareholder approval)
- ii) Tranche Two: 3 million unlisted options with 3 year term exercisable at a 100% premium to the 5 trading days preceding VWAP from date of announcement of appointment (issue subject to shareholder approval, if his employment is terminated prior to the expiry of the options he will have 3 months in which to exercise the options or Tranche Two Options will lapse).
- iii) Tranche Three: 3 million unlisted options with 4 year term exercisable at a 200% premium to the 5 trading days preceding VWAP from date of announcement of appointment (issue subject to shareholder approval, with the same lapsing condition as per Tranche 2 options above).

A resolution for the grant of the above options will be put to shareholders at the Annual General Meeting of the Company to be held in late November 2016.

Martin Pyle
Executive Director
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