

Peninsula Energy Ltd

11:09 01 Aug 2017

Peninsula Energy delivers positive free cash generation from uranium sales

Peninsula Energy Ltd (ASX:PEN) has delivered a major milestone with its first positive free cash flow quarter achieved from the sale of uranium, produced from its Lance Projects in the U.S.

Peninsula produced 30,574 pounds during the June 2017 quarter, a 21% increase over the prior three month period.

The cash proceeds received from sales of US\$7.2 million in June quarter were in line with forecasts.

Opportunity from lower uranium prices

Current production is focused on meeting its Lance Projects sourced delivery commitments under existing term contracts.

Peninsula also continues to take advantage of the current low spot price when it can purchase uranium to meet additional commitments under term contracts.

Uranium is currently priced just above US\$20 a pound.

Peninsula has contracted to purchase 900,000 pounds of uranium over the next three years at an average cost of US\$25 per pound to meet non-Lance sourced delivery commitments under term contracts.

Peninsula currently has up to 7.7 million pounds of uranium remaining under contract for delivery to major utilities located in the United States and Europe through to 2030 at a weighted average delivery price of US\$54/lb U3O8.

Projected revenue remaining under these existing long term contracts is up to US\$420 million.

Peninsula held cash of US\$12.6 million at the end of June 2017.

Price: A\$0.46

Market Cap: A\$106.54M

1 Year Share Price Graph



Share Information

Code: PEN

Listing: ASX

52 week High Low
0.91p 0.265p

Sector: General Mining - Uranium & Lithium

Website: www.pel.net.au

Company Synopsis:

Peninsula Energy Ltd (ASX:PEN) is a uranium producer from the Lance ISR Projects in the U. S. The company also has uranium projects in South Africa.

Author:

Proactive Investors Australia

+61 (0)2 9280 0700

action@proactiveinvestors.com.au

Proactive Investors facilitate the largest global investor network across 4 continents in 4 languages. With a team of analysts journalists & professional investors Proactive produce independent coverage on 1000's of companies across every sector for private investors, private client brokers, fund managers and international investor communities.

Contact us +61 (0)2 9280 0700 action@proactiveinvestors.com.au

No investment advice

The information on this Site is of a general nature only. It does not take your specific needs or circumstances into consideration, so you should look at your own financial position, objectives and requirements and seek financial advice before making any financial decisions. You acknowledge and understand that neither the Company, its related bodies corporate, the information providers or their affiliates will advise you personally about the nature, potential value or suitability of any particular security, portfolio of securities, transaction, investment strategy, or other matter. You should read our FSG and any other relevant disclosure documents and if necessary seek persona advice prior to making any investment decision.

You understand and agree that no Content (as defined below) published on the Site constitutes a recommendation that any particular security, portfolio of securities, transaction, or investment strategy is suitable or advisable for any specific person.

You understand that in certain circumstances the Company, its related bodies corporate, the information providers or their affiliates may have received, or be entitled to receive, financial or other consideration in connection with promoting, and providing information about, certain entities on the Site and in communications otherwise provided to you.

You understand that price and other data is supplied by sources believed to be reliable, that the calculations herein are made using such data, and that neither such data nor such calculations are guaranteed by these sources, the Company, the information providers or any other person or entity, and may not be complete or accurate. From time to time, reference may be made in our marketing materials to prior articles and opinions we have published. These references may be selective, may reference only a portion of an article or recommendation, and are likely not to be current. As markets change continuously, previously published information and data may not be current and should not be relied upon.

Before you act on any general advice we provide, please consider whether it is appropriate for your personal circumstances.