

Peninsula Energy Ltd

13:59 18 Oct 2018

Peninsula Energy achieves quarterly increase in uranium production at Lance Projects

Peninsula Energy Ltd (ASX:PEN) has achieved an 8% increase in production from its Lance Projects in Wyoming, US during the quarter ended September 30 2018, compared to the previous quarter.

The increase in production is partly the result of the completion of a dried pounds reconciliation by the toll milling contractor for the period April 2018 to September 2018, as is standard industry practice during the term of toll milling agreements.

This resulted in an increase of about 10,000 pounds U3O8 (triuranium octoxide) attributable to Lance production in the June and September quarters.

A drying campaign was conducted during the September quarter with a total of 30,835 pounds U3O8 dried and drummed.

Post the end of the quarter, on October 1 2018, Peninsula made a scheduled sale to a customer of 100,000 pounds U3O8 (Lance production: 85,000 pounds, Market source: 15,000 pounds).

This was the company's final delivery obligation for the 2018 calendar year.

READ: Peninsula Energy welcomes change in Wyoming's uranium regulatory framework

Peninsula managing director and chief executive officer Wayne Heili said: "Production attributable to the September quarter exceeded our expectations following our decision in May to suspend alkaline operations in Mine Unit 1.

"I am pleased that we continue to meet or exceed our targets.

"This applies not only to production, but also extends to the progression of the activities associated with our low pH transition at Lance aimed at reducing costs and bringing production back up to plant rated capacities."

READ: Peninsula Energy feasibility study results confirm new low-cost uranium operation

While the production for the September quarter exceeded the guidance range (22,500 to 27,500 pounds U3O8 set in May 2018), Peninsula expects production in the December 2018 quarter to be at the low end of the guidance range following an equipment failure inside the processing plant.

The company intends to make repairs over a 1 to 2 week period, reducing the ability to produce during this period.

Price: A\$0.19

Market Cap: A\$46.54M

1 Year Share Price Graph



Share Information

Code: PEN

Listing: ASX

52 week High Low
A\$0.34 A\$0.16

Sector: Mining

Website: www.pel.net.au

Company Synopsis:

Peninsula Energy (ASX:PEN) commenced in-situ recovery uranium operations in December 2015 at its Lance Projects.

Author:

Proactive Investors Australia

+61 (0)2 9280 0700

action@proactiveinvestors.com.au

Guidance for the financial year ending June 30, 2019 which was also set in May 2018, remains unchanged at 90,000 to 110,000 pounds U3O8 as the company transitions the operations to low pH.

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.