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Companies Announcement Office
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PENINSULA RECEIVES DEEP DISPOSAL WELL LICENCE FOR LANCE URANIUM PROJECT

Peninsula Energy Limited (Peninsula) is pleased to announce approval from the Wyoming Department of Environmental Quality (WDEQ) for the construction and testing of Underground Injection Control (UIC) Class 1 wells at the Lance In-Situ Recovery (ISR) Uranium Project, Wyoming, USA.

The UIC permit, which was issued to Peninsula's wholly owned subsidiary, Strata Energy Inc (Strata) on 13 April 2011, is the first of the three main licenses the Company requires to be granted for it to commence mining operations at Lance. This deep disposal well (DDW) license allows Strata to construct and test five such wells in the Ross Permit area. The DDWs will be used to inject low-level wastes into an isolated rock formation at a depth in excess of 8,000 feet below the surface. It is anticipated that these will meet the water management requirement of an ISR operation at the Ross Project.

The issuance of the UIC permit follows a review by both the WDEQ and United States Environmental Protection Agency (USEPA) as well as a public notification and comment period, and is the culmination of 30 months of detailed environmental, geological, hydrological data gathering and analysis by Strata.

Peninsula's Executive Chairman Mr. Gus Simpson said *"The deep disposal of mineral processing waste is the most controversial part of ISR mining. The grant of the DDW permits is the major milestone we need to achieve in the permitting process and another important step toward the Company commencing mineral extraction operations at Lance. The Company is now only waiting on the review and grant of its Source Material Licence and it's Permit to Mine applications lodged with the NRC and WDEQ on 31 December 2010 and 13 January 2011 respectively"*.

It should be noted that this DDW licence has been granted in short time, without requests to the company for additional information from the reviewing agency and no comments were received from the general public during the comment period. These facts speak to the quality of the application studies, the licence applications, the ongoing outreach program and the level of acceptability of uranium extraction in Wyoming. The Peninsula Board recognize this result is a credit to the diligence and skill of Peninsula/Strata's staff and consultants.

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Yours sincerely



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Executive Chairman

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