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**INTERIM FINANCIAL REPORT
FOR THE HALF YEAR ENDED
31 DECEMBER 2007**

Peninsula Minerals Limited and Controlled Entities

Interim Financial Report

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Company Particulars

Directors

John (Gus) Simpson	Executive Chairman
Malcolm James	Non-Executive Director
Warwick Grigor	Non-Executive Director
Alan Marlow	Non-Executive Director

Chief Operating Officer

Andrew Ford

Company Secretary

Jonathan Whyte

Registered and Principal Office

31 Ord Street
West Perth WA 6005

Telephone: (08) 9420 9333
Facsimile: (08) 9321 2477

Website

www.peninsulaminerals.com.au

Auditors

Somes & Cooke
Chartered Accountants
1304 Hay Street
West Perth WA 6872

Share Registry

Computershare Investor Services Pty Limited
Level 2, Reserve Bank Building
45 St George's Terrace
Perth WA 6000

Telephone: (08) 9323 2000
Facsimile: (08) 9323 2033

Stock Exchange

ASX Code Shares: PEN

Directors Report

Your directors submit the financial report of the economic entity for the half-year ended 31 December 2007.

DIRECTORS

The Directors of the Company in office at any time during or since the end of the half-year are as follows. Directors were in office for this entire period unless otherwise stated.

John (Gus) Simpson	Executive Chairman (appointed 19 October 2007)
Malcolm James	Non-Executive Director
Warwick Grigor	Non-Executive Director
Alan Marlow	Non-Executive Director (appointed 19 October 2007)
Jade Styants	Finance Director (resigned 21 January 2008)

REVIEW OF OPERATIONS

WYOMING, USA – LANCE URANIUM PROJECT

[Peninsula Minerals 100%]

The Lance Uranium Project (**Lance Project**) is located in the north-east Powder River Basin in Wyoming, USA. The Lance Project area hosts significant deposits of uranium mineralisation covering an extensive area (35 kilometres by 8 kilometres). The original Nubeth Joint Venture, (a joint venture between Nuclear Dynamics Inc and Bethlehem Steel Corporation and later Pacific Power and Hyrdo) (**Nubeth JV**), discovered several substantial zones of uranium mineralisation, including the Oshoto deposits, associated with an extensive system of roll fronts. In addition the Nubeth JV drilled more than 5,000 exploration and development holes over an eight year program, totaling in excess of 912,000 metres in the Sundance district. During the half-year period under review the Company intensified its program of claim "staking" and negotiation with landowners and mineral rights holders to secure further strategic portions of the original Nubeth JV project area. This strategic land acquisition programme is ongoing in conjunction with a review of data by the Company's consultants, World Industrial Minerals (**WIM**), based in Denver, Colorado.

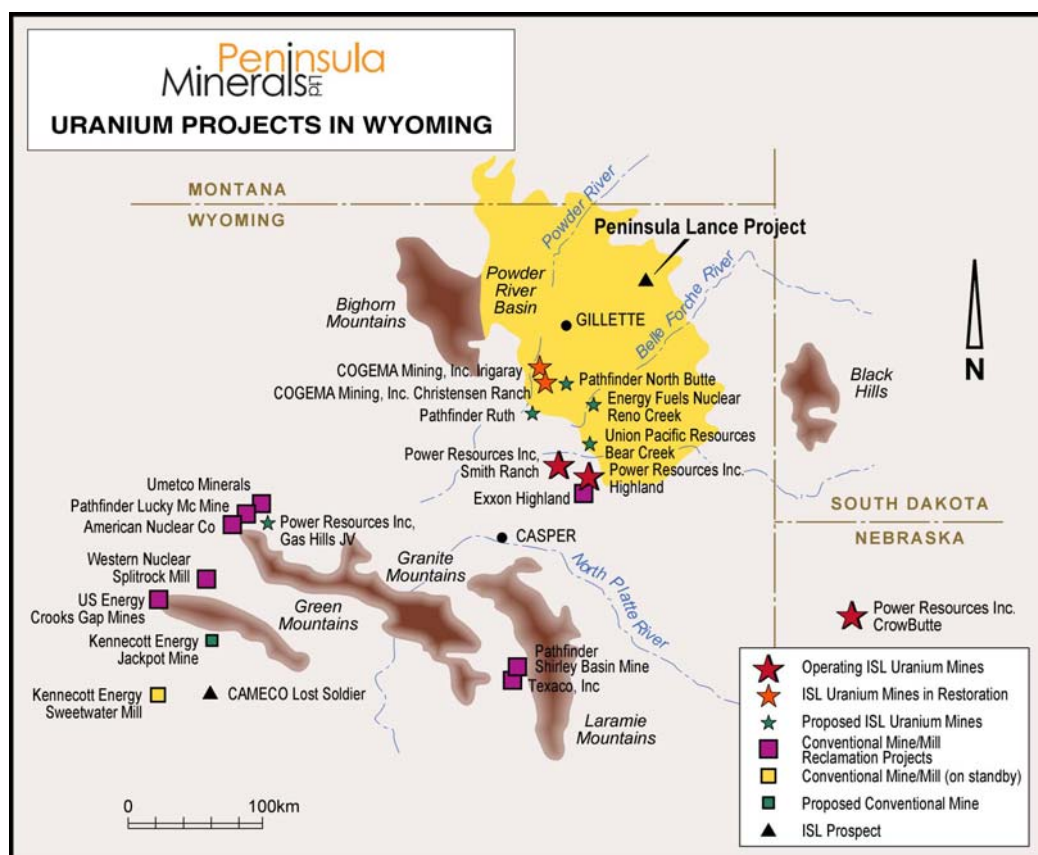


Figure 1

Directors Report

WIM have taken control of the drill hole data purchased from the original Nubeth JV over the Lance Project area and have integrated it with the new data the Company acquired from PacMag Metals Limited at the time of acquisition of the tenements. The immediate aim is to complete a detailed evaluation of all the information and produce a proposal for drilling to initially confirm the historic uranium mineralisation and then to design a drilling programme to expand the resource to produce a JORC compliant report. Refer to Subsequent Events Note 7 in the Notes to the Half-Year Financial Statements for developments after the reporting date.

SOUTH AFRICA – URANIUM/MOLYBDENUM EXPLORATION

[Peninsula Minerals 74%/BEE Group 26%]

During the half-year period under review the Company commissioned Fugro Airborne Surveys (Pty) Ltd to carry out a helicopter borne magnetic and radiometric survey (**Airborne Survey**) over the Company's uranium / molybdenum properties - comprising Sites 5, 22, 29, 37, 45 and 49 in the Karoo region of South Africa (refer Figure 2).

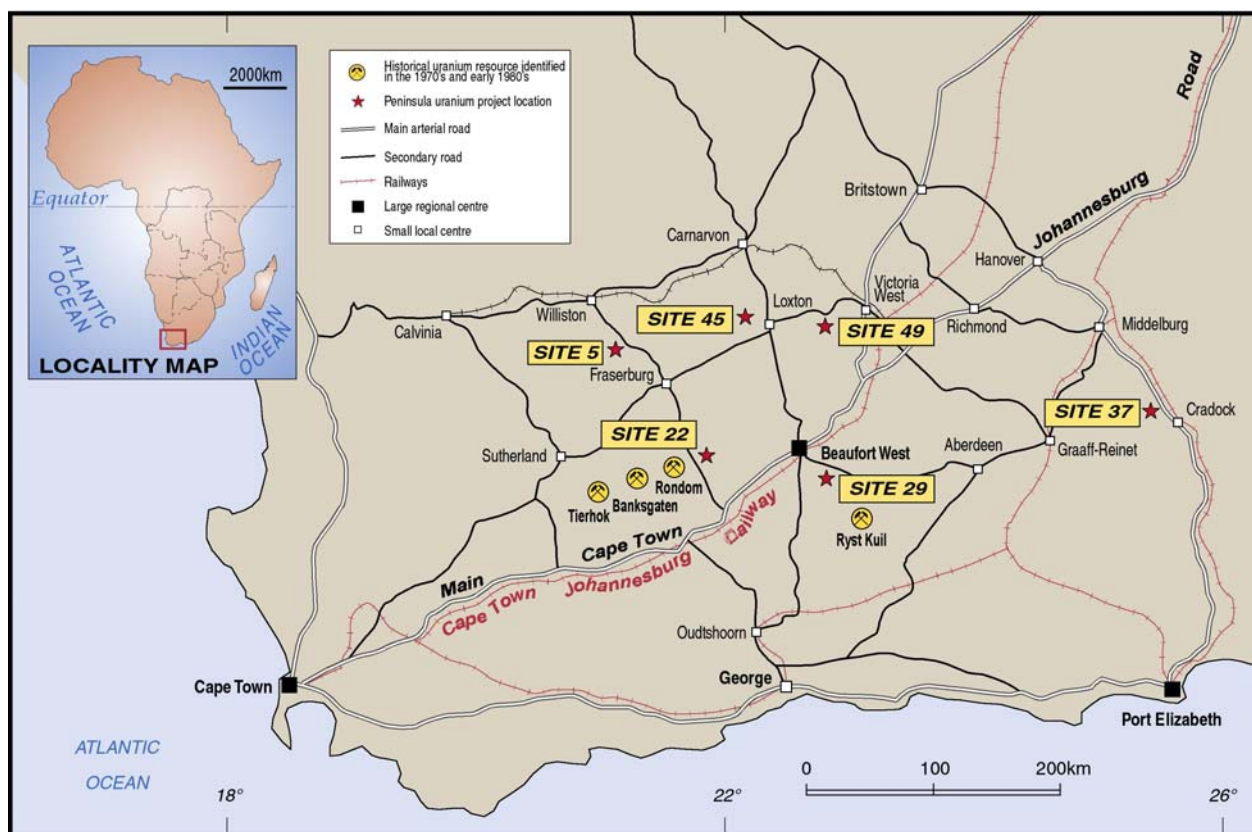


Figure 2 - South Africa - Uranium /Molybdenum Prospect Site Locations

The Airborne Survey commenced on 20 January, 2008 and covers an approximate 1,985km² area at a minimum line spacing of 100 metres. (A historic government airborne survey of the Karoo region was previously conducted at a line spacing of one kilometre).

The commissioning of the Airborne Survey has enabled the Company to accelerate its exploration program to compensate for delays experienced in the granting of the Prospecting Rights. The Airborne Survey has now been completed with results expected by the Company in early April 2008. Data from the Airborne Survey is being interpreted and anomalies will be ground checked, mapped geologically and prioritised for drill testing.

The National Nuclear Regulator is yet to issue Certificates of Registration for the collecting of samples for assaying for uranium for Sites 5, 45 and 49 however their granting is expected soon.

In addition, Sites 22, 29 and 45 each host historic uranium mineralisation. It is planned to conduct drilling at these areas in the third quarter of calendar 2008 to bring the resources to JORC status.

Directors Report

TANZANIA, AFRICA – LUPA GOLD JOINT VENTURE

[Zari Exploration Limited / Peninsula earning up to 75%]

In December 2007 the Company announced its withdrawal from the joint venture with Zari Exploration Limited (**Zari**) in Tanzania.

This decision followed a detailed review of the latest gold assays from the Company's drilling program at the Lupa gold project in south west Tanzania. Thirty three reverse circulation drill holes were drilled over a strike length of 3.3km, targeting the strongest geochemical anomalies and structural targets previously identified. Although the results indicated the presence of narrow zones of gold mineralisation below surface, a low continuity along strike and down dip was observed.

In light of these assay results the Board decided to withdraw from the joint venture with Zari with the predominant focus of the Company's going forward being on the advanced uranium projects in Wyoming and South Africa.

FIJI – RAKI RAKI GOLD PROJECT

[Peninsula Minerals 50% / Geopacific Resources NL 50%]

During the second half of 2007 six diamond drill holes were completed at Raki Raki. Four holes at the 4300E prospect (DDHQ009-012) and two holes at the Qalau prospect (DDHQ008 and DDHQ013) were undertaken and finalised assay results from sawn drill core from three holes (DDHQ008, 009 and 010) were received during the December quarter. Both diamond drill holes DDHQ009 and DDQ010 intersected wide zones of quartz-pyrite-carbonate veining, shearing, brecciation and alteration typical of an epithermal gold mineralised system.

Results include:

- DDHQ009 intersected 5.5 metres from 56.6 metres (down-hole depth) of 1.68g/t Au including 84.3-84.8m of 8.16g/t Au;
- DDHQ010 intersected 40.5 metres from 9.5 meters (down-hole depth) of 0.85g/t Au, including 2.5m of 4.48g/t Au from 43m within a zone of quartz-pyrite-carbonate veining. Deeper intervals of similar grade mineralisation were intersected between 52-59.5m and 77.5-91m. Individual assays range up to 9.14g/t Au and variability of repeated assays indicate that coarse gold may occur in some intervals; and
- Completed assay data from DDHQ013 (Qalau Prospect) and other drill holes at the 4300E Prospect (DDHQ011 and 012) have not yet been returned with each of these holes having intersected zones of quartz veining and pyritic alteration

The mineralisation appears to follow an east-west trending zone which corresponds to a trend of high resistivity and low magnetic response which is typical of quartz mineralised epithermal systems (Figure 3). The limits of mineralisation intersected in holes DDHQ003, 4, 9 and 10 have not been determined although an interpreted shallow north dipping shear zone may form the lower contact of the mineralised zone.

Repeat analyses, including screen fire assays are planned for high grade intersections where there is evidence of coarse "nuggety" gold. Silver and metal analyses are yet to be undertaken.

Drill holes DDHQ008 and DDHQ013 were completed at the Qalau area where high grade gold has been intersected during previous drill testing. DDHQ008 was drilled to test the western continuity of mineralisation in DDHQ001 and intersected zones of epithermal quartz veining between 15.6-21.55m and 86.7-101.3m and these probably represent the western extension to veining in DDHQ001, 06 and 05. DDHQ013 was drilled beneath DDHQ001 towards the grid north east to test for a NW trending vein system. Epithermal quartz-pyrite veining was well developed between 130.70-137.50m in DDHQ013.

During December a ground magnetic survey covering the Qalau and 4300E prospects was completed. This work is currently being assessed but initial data interpretations define linear zones of magnetic 'lows' which may represent areas of pronounced epithermal bedrock alteration.

Directors Report

SOUTH AUSTRALIA EXPLORATION PROJECTS

Uranium Access Agreement - Roopena (EL 3236, 3443) and Gibraltar (EL 3608, 2972) Joint Ventures

[Peninsula Minerals 100%, Toro earning up to 70%]

Gibraltar Joint Venture

An aircore drilling programme was undertaken on the Gibraltar Rocks tenements during the half-year period under review, based on the airborne electromagnetic survey conducted in September 2006. The Programme comprised 11 holes for 800 metres and although black lignitic sediments were commonly encountered in the drilling, the only anomalous uranium concentrations were associated with minor zircon accumulations.

Roopena Joint Venture

No exploration was undertaken during half-year period under review. The tenements are subject to the possible expansion of a Department of Defence exclusion zone that will restrict access to the area. Further information has been sought from the Department of Primary Industries and Resources of South Australia prior to committing to additional expenditure in this area, but no official response has yet been received. As a result of this, tenement EL 3443 (Roopena) was renewed with an agreed reduction in area of 25%.

Tumby Bay Talc Project

[Peninsula Minerals 100%, Luzenac earning up to 90%]

A program of three diamond drill holes was completed at Tumby Bay in November 2007. All holes tested talc mineralisation encountered in Lode 1 at depth. Drill hole DD07TB03 was a re-drill of DD07TB02 since this hole intersected a shaft and was terminated at 9m.

DDH07TB01 intersected a talc zone 25m wide (~15m true width) from 57-82m and reached a total depth of 124.8m. Talc is intermixed with chert, vein quartz and clay. Some core loss occurred over the interval due to variable hard/soft conditions. Talc is clayey and light in colour and visual results were not considered encouraging.

DDH07TB03 reached a depth of 51.6m. This hole intersected a zone of clay-talc mineralisation between 8 and 39m. Thin (<1m) zones of talc were intermixed with clay, breccia, sandstone and chert. The hole was abandoned due to drilling difficulties noted above.

Refer to Subsequent Events Note 7 in the Notes to the Half-Year Financial Statements for developments after the reporting date.

Uranium Tenements Acquired from PacMag

Olary North Project (EL 3849)

[Giralia Resources 100%, Peninsula Minerals earning uranium rights up to 75%]

An Exploration Work Approval was received from the Department of Primary Industry and Resources South Australia (PIRSA) for the drilling of approximately four reverse circulation holes. The drilling will test for uranium mineralisation in an area of shallow cover with anomalous uranium rock chips recovered to the north (2.2% U₃O₈, 2.7% thorium, 0.25% cerium and 0.09% lanthanum) and south (four samples reporting 0.73% U₃O₈, 0.31% U₃O₈, 0.30% U₃O₈ and 0.29% U₃O₈) of the target area. The target is granite and pegmatite vein and breccia hosted uranium mineralisation within gneissic rocks and is similar in style to that seen at Crocker Well located 25km to the NW.

A shortage of drill rigs has delayed the drilling of this target.

Directors Report

CORPORATE

On 10 July 2007 the Company announced that it had processed subscriptions from shareholders for 55,859,934 shares (and free attaching options) to raise \$3,351,596 under the Entitlement Issue which closed on 5 July 2007. Under-subscriptions for the Entitlement Issue totalled 29,516,790 shares. Pursuant to the Underwriting Agreement with Euroz Securities Limited (**Underwriter**), the Company allotted and issued a further 50,000,000 shares through a placement to the Underwriter to raise an additional \$3,000,000 and bring the total raised from the Entitlement Issue to \$6,351,596 (less transaction costs).

On 19 October 2007 the Company appointed Mr John (Gus) Simpson as Executive Chairman and Mr Alan Marlow as Non-Executive Technical Director. In addition the Company announced the appointment of Mr Andrew Ford as Chief Operating Officer effective 5 November 2007. Please refer to the ASX announcement released on 19 October 2007 for full details of these appointments. As part of the above appointments, the Company issued unlisted options to new and existing Board members and Senior Management. The primary purpose of the options is to provide incentive to the Board and Senior Management to drive the Company's assets forward over the next two years and beyond, with particular focus on the advanced uranium projects in the Sundance region of Wyoming, USA and the Karoo region of South Africa. Refer to Note 5 Share Based Payments in the Notes to the Half-Year Financial Statements.

ROUNDING OF AMOUNTS

The economic entity has applied relief available to it in ASIC Class Order 98/100 and accordingly certain amounts in the financial report and the directors' report have been rounded off to the nearest dollar.

AUDITOR'S INDEPENDENCE DECLARATION

The lead auditor's independence declaration under section 307C of the *Corporations Act 2001* is set out on page 9 for the half-year ended 31 December 2007

Signed in accordance with a resolution of the Board of Directors



John Simpson
Chairman

12th March 2008

Auditor's Independence Declaration

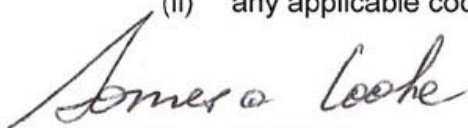


Auditor's Independence Declaration to the Directors of Peninsula Minerals Limited

In accordance with section 307C of the Corporations Act 2001, I am pleased to provide the following declaration of independence to the directors of Peninsula Minerals Limited.

As audit partner for the review of the financial statements of Peninsula Minerals Limited for the period ended 31 December 2007, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the Corporations Act 2001 in relation to the review; and
- (ii) any applicable code of professional conduct in relation to the review.


SOMES and COOKE


K. C. Somes
Partner
1304 Hay Street
West Perth WA 6005

13 March 2008

Consolidated Income Statement

FOR THE HALF-YEAR ENDED 31 DECEMBER 2007

	Note	Economic Entity	
		31 December 2007 \$	31 December 2006 \$
REVENUE		275,716	747,499
Employee benefits expense		(82,573)	(53,798)
Depreciation and amortisation expense		(3,705)	(125)
Exploration expenditure Write-off		(862,394)	-
Other expenses from ordinary activities		(573,676)	(255,616)
PROFIT/(LOSS) BEFORE INCOME TAX		(1,246,632)	437,960
Income tax expense		-	-
NET PROFIT/(LOSS) ATTRIBUTABLE TO MEMBERS OF PENINSULA MINERALS LIMITED		(1,246,632)	437,960
EARNINGS PER SHARE			
Basic earnings per share (cents per share)		0.13	0.083
Diluted earnings per share (cents per share)		0.12	0.081

Consolidated Balance Sheet

AS AT 31 DECEMBER 2007

	Note	Economic Entity	
		31 December 2007 \$	30 June 2007 \$
CURRENT ASSETS			
Cash and cash equivalents		7,506,043	4,251,271
Trade and other receivables		122,695	77,524
TOTAL CURRENT ASSETS		<u>7,628,738</u>	<u>4,328,795</u>
NON-CURRENT ASSETS			
Financial Assets		39,312	-
Property, plant and equipment		52,747	1,167
Mineral exploration expenditure		24,320,197	22,991,586
TOTAL NON-CURRENT ASSETS		<u>24,412,256</u>	<u>22,992,753</u>
TOTAL ASSETS		<u>32,040,994</u>	<u>27,321,548</u>
CURRENT LIABILITIES			
Trade and other payables		490,613	126,454
Financial Liabilities		-	663,199
TOTAL CURRENT LIABILITIES		<u>490,613</u>	<u>789,653</u>
TOTAL LIABILITIES		<u>490,613</u>	<u>789,653</u>
NET ASSETS		<u>31,550,381</u>	<u>26,531,895</u>
EQUITY			
Issued Capital	6	43,646,750	37,438,837
Reserves		115,171	57,966
Accumulated Losses		(12,211,540)	(10,964,908)
TOTAL EQUITY		<u>31,550,381</u>	<u>26,531,895</u>

Consolidated Statement of Changes in Equity

FOR THE HALF-YEAR ENDED 31 DECEMBER 2007

	Issued Capital Ordinary	Accumulated Losses	Option Reserve	Financial Assets Reserve	Total
	\$	\$	\$	\$	\$
Opening Balance 1 July 2006	15,834,721	(10,713,089)	-	126,000	5,247,632
Shares issued during the year	3,522,000	-	-	-	3,522,000
Prior Years share-based payment transferred to Option Reserve	(7,384)	-	7,384	-	-
Cost of share-based payment	-	-	8,618	-	8,618
Changes in fair value of available for sale financial assets	-	-	-	(126,000)	(126,000)
Profit for the period	-	437,960	-	-	437,960
Closing Balance 31 December 2006	19,349,337	(10,275,129)	16,002	-	9,090,210

	Issued Capital Ordinary	Accumulated Losses	Option Reserve	Financial Assets Reserve	Total
	\$	\$	\$	\$	\$
Opening Balance 1 July 2007	37,438,837	(10,964,908)	57,966	-	26,531,895
Shares issued during the year	6,201,716	-	-	-	6,201,716
Cost of share-based payment	-	-	54,893	-	54,893
Exercise of Options	6,197	-	-	-	6,197
Changes in fair value of available for sale financial assets	-	-	-	2,312	2,312
Loss for the period	-	(1,246,632)	-	-	(1,246,632)
Closing Balance 31 December 2007	43,646,750	(12,211,540)	112,859	2,312	31,550,381

Consolidated Cash Flow Statement

FOR THE HALF-YEAR ENDED 31 DECEMBER 2007

	Consolidated 31 December 2007 \$	31 December 2006 \$
CASH FLOWS FROM OPERATING ACTIVITIES		
Payments to suppliers and employees	(250,867)	(295,120)
Payments for exploration and evaluation	(2,191,083)	(346,726)
Interest received	182,364	62,486
Other receipts	24,931	4,244
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	(2,234,655)	(575,116)
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for exploration and evaluation	-	(184,348)
Payments for property, plant and equipment	(55,286)	(1,366)
Proceeds from sale of investments	-	709,713
NET CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES	(55,286)	523,999
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of shares	5,544,713	2,277,000
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	5,544,713	2,277,000
Net Increase/(Decrease) in Cash Held	3,254,772	2,225,883
Cash at the beginning of the period	4,251,271	2,318,955
Cash at the end of the period	7,506,043	4,544,838

FINANCING ACTIVITIES

The increase in equity for the period relates to final subscriptions under the entitlement issue and the issue of shares through the exercise of options, totalling \$6,207,913. Proceeds from issue of shares in the cash flow statement of \$5,544,713 include an adjustment of \$663,199 for entitlement issue funds received prior to 30 June 2007.

Notes to Half-Year Financial Statements

NOTE 1: BASIS OF PREPARATION

The half-year consolidated financial statements are a general purpose financial report prepared in accordance with the requirements of the *Corporations Act 2001*, Australian Accounting Standard AASB 134: Interim Financial Reporting, Urgent Issues Group Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board.

It is recommended that this financial report be read in conjunction with the annual financial report for the year ended 30 June 2007 and any public announcements made by Peninsula Minerals Limited and its controlled entities during the half-year in accordance with continuous disclosure requirements arising under the *Corporations Act 2001*.

The accounting policies have been consistently applied by the entities in the consolidated group and are consistent with those in the June 2007 financial report.

The half-year report does not include full disclosures of the type normally included in an annual financial report.

Reporting Basis and Conventions

The half-year report has been prepared on an accruals basis and is based on historical costs modified by the revaluation of selected non-current assets, financial assets and financial liabilities for which the fair value of accounting has been applied.

Notes to Half-Year Financial Statements

NOTE 2. DIVIDENDS

The Company has not paid or provided for dividends during the year

NOTE 3. SEGMENT INFORMATION

Primary Reporting - Business Segments

The consolidated group operates in only one business segment being mineral exploration.

Secondary Reporting - Geographic Segments

The consolidated group operates in the United States of America, South Africa, Australia and Fiji.

Geographic Location :	Segment Revenues from External Customers		Carrying Amount of Segment Assets		Acquisitions of Non- current Segment Assets	
	31 Dec	31 Dec	31 Dec	30 June	31 Dec	30 June
	2007	2006	2007	2007	2007	2007
	\$	\$	\$	\$	\$	\$
Australia	275,716	747,499	8,630,615	5,132,265	-	-
South Africa	-	-	2,753,759	1,864,576	-	-
United States	-	-	19,062,993	18,358,640	-	-
Fiji	-	-	1,593,627	1,427,134	-	-
Tanzania	-	-	-	538,933	-	-
	275,716	747,499	32,040,994	27,321,548	-	-

NOTE 4. CONTINGENT LIABILITIES

There have been no changes in contingent liabilities or contingent assets since 30 June 2007.

NOTE 5. SHARE BASED PAYMENTS

The following share-based payment arrangements existed at 31 December 2007 :

The Company has a share option incentive scheme. Persons eligible to participate in the plan include Directors, employees and consultants. The number of options to be granted to eligible persons is at the discretion of the directors. Each option entitles the holder to subscribe for one ordinary fully paid share.

As approved at the Company's Annual General Meeting held on 29 November 2007, 63,000,000 share options were granted to Directors of the Company. The Director Options are exercisable at 6 cents, 10 cents and 15 cents per share in equal proportions, with one third of each class of option to vest every twelve months, commencing from the date of issue. The expiry date on the Director Options is 30 June 2010.

In addition to the above, 24,000,000 share options were granted to employees of the Company under the share option incentive scheme. The Employee Options are exercisable at 6 cents, 10 cents and 15 cents per share in equal proportions, with one third of each class of option to vest every twelve months, commencing from the date of issue.

Notes to Half-Year Financial Statements

The expiry date on the Employee Options is 30 June 2010.

All options granted to key management personnel are ordinary shares in Peninsula Minerals Limited, which confer a right of one ordinary share for every option held.

Share Based Payments – Options to Key Management Personnel	31 December 2007 \$
Outstanding at the beginning reporting period	10,500,000
Granted – Listed Options	-
Granted – Unlisted Options	87,000,000
Exercised	-
Forfeited	-
Outstanding at year-end	97,500,000
Exercisable at year-end	97,500,000

NOTE 6. ISSUED CAPITAL

A reconciliation of the movement in capital and reserves for the economic entity can be found in the Consolidated Statement of Changes in Equity

	Economic Entity	
	31 December 2007 \$	30 June 2007 \$
960,678,825 fully paid ordinary shares (June 2007 : 854,767,237)	43,646,750	37,438,837

(a) Ordinary Shares

At the beginning of the reporting period	854,767,237
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Shares Issued during the half year period ending 31 December 2006

Entitlement Issue	105,859,934
Exercise of Listed Options	51,654

At reporting date	960,678,825
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Ordinary shares participate in dividends and the proceeds on winding up of the parent entity in proportion to the number of shares held. At the shareholders meetings each ordinary share is entitled to one vote when a poll is called, otherwise each shareholder has one vote on a show of hands.

Notes to Half-Year Financial Statements

NOTE 7. EVENTS SUBSEQUENT TO REPORTING DATE

In the opinion of the directors there were no significant events occurring after the reporting date, other than :

- As announced to the Australian Stock Exchange ("ASX") on 21 January 2008, the environmental permitting process for the planned drill program has commenced at the Lance Uranium Project in Wyoming. It is envisaged that the drill program will commence in May 2008 with completion expected in July 2008. The main objectives of the program are to firstly confirm the historic mineralisation at the Lance Project area and secondly to conduct sufficient drilling to extend these historic resources to produce a JORC compliant resource estimate, currently planned for September 2008.
- In addition to the above, as mentioned in the Review of Operations, the Company commissioned Fugro Airborne Surveys (Pty) Ltd to carry out a helicopter borne magnetic and radiometric survey over the Company's uranium/molybdenum properties in the Karoo region of South Africa. The Airborne Survey commenced on 20 January 2008 and covered an approximate 1,985km² area at a minimum line spacing of 100 metres. The Airborne Survey has now been completed with results expected by the Company in early April 2008. Data from the Airborne Survey will be interpreted and anomalies will be ground checked, mapped geologically and prioritised for drill testing.
- Jade Styants resigned from the position of Finance Director effective 21 January 2008.
- On 1 February 2008 the Company received a Notice of Withdrawal from Luzenac (Australia) Pty Ltd that it does not intend to earn the Stage 1 Participating Interest as per the Option, Farm-In and Joint Venture Agreement at Tumby Bay. Therefore effective 1 February 2008 Luzenac provided 20 Business Days notice of its withdrawal from the Agreement.

Directors' Declaration

The directors of the Company declare that:

1. The financial statements and notes, as set out on pages 10 to 17:
 - (a) comply with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations; and
 - (b) give a true and fair view of the economic entity's financial position as at 31 December 2007 and of its performance for the half-year ended on that date.
2. In the directors' opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors.



John Simpson
Chairman

12th March 2008



Independent review report to the members of PENINSULA MINERALS LTD Scope

We have reviewed the accompanying half-year financial report for the consolidated entity comprising Peninsula Minerals Ltd (the Company) and the entities it controlled during the period, which comprises the condensed balance sheet as at 31 December 2007, and the condensed income statement, condensed statement of changes in equity and condensed cash flow statement for the half-year ended on that date, a statement or description of accounting policies, other selected explanatory notes and the directors' declaration.

Directors' Responsibility for the Half-Year Financial Report

The directors of the Company are responsible for the preparation and fair presentation of the half-year financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001*. This responsibility includes designing, implementing and, maintaining internal control relevant to the preparation and fair presentation of the half-year financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of an Interim Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the Company's financial position as at 31 December 2006 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of the Company, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

Liability Limited by a scheme approved under Professional Standards Legislation

Independent Review Report

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

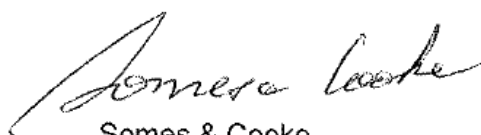
Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, provided to the directors of the Company on 13 March 2008, would be in the same terms if provided to the directors as at the date of this auditor's review report.

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of the Company is not in accordance with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the consolidated entity's financial position as at 31 December 2007 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 Interim Financial Reporting and Corporations Regulations 2001.



Somes & Cooke
Chartered Accountants



Kevin Clarence Somes
Partner
Perth

13 March 2008