

Regulatory Announcement

[Go to market news section](#)



Company	Peninsular Gold Limited
TIDM	PGL
Headline	Convertible Loan Note Issue
Released	12:50 21-Dec-07
Number	5165K

PENINSULAR GOLD LIMITED

(the "Company")

AIM: PGL

Convertible Loan Note Issue

On 24 July 2007 the Company announced that it had entered into an agreement with Amstel Securities N.V ("Amstel") pursuant to which Amstel agreed to place up to a total of US\$ 20 million of Convertible Loan Notes ("the Notes") on behalf of the Company with a major US investment bank.

The initial issue on 26 July 2007 comprised US\$ 8 million of Notes ("Initial Issue").

The issue of a second tranche of Notes comprising US\$ 4.5 million was announced on 17 October 2007.

The Company is pleased to report that, having satisfied certain conditions precedent and financial milestones, relating to the construction of the Carbon in Leach plant at Raub, it has today issued a further US\$3.5 million of Notes, taking the aggregate amount now issued to US\$16.0 million.

The general terms of the issue of the Notes are summarised as follows:

1. The Notes will convert into new ordinary shares of no par value in the capital of the Company at a price of 30.0 pence per share.
2. The issue price of the Notes will be 100 per cent. of their principal amount.
3. The Notes are secured by share pledges over subsidiaries and certain other charges and guarantees from subsidiaries.
4. A coupon of 10.5 per cent. per annum net payable semi-annually.
5. Maturity is 5 years from the date of the Initial Issue.
6. There are certain anti-dilution provisions.
7. On or after the third anniversary of the date of the Initial Issue, the Company has the right to redeem the Notes at a redemption price as well as the right to require the holder(s) of the Notes to convert the Notes into new ordinary shares in the capital of the Company in the event that the Company's share price is above the conversion price at that time by a certain level.

21 December 2007

-End-

Further information:

Dato' Sri Andrew Kam
Chairman and Chief Executive
Peninsular Gold Limited
Tel: +60 12 3310828

Patrick Watson
Finance Director

Peninsular Gold Limited
Tel: +44 7799 885 653

David Nabarro / Richard Swindells
Nabarro Wells & Co. Limited
Tel: +44 20 7710 7400

Nick Bealer
King & Shaxson Capital Limited
Tel: +44 20 7426 5986

Leesa Peters
Conduit PR Limited
Tel: + 44 20 7429 6666

Notes to Editors:

Peninsular Gold Limited aims to become Malaysia's foremost gold mining company. Peninsular's Raub CIL project is projected to produce approximately 25,000 ounces of gold per annum at a cash cost of approximately US\$200 per ounce, commencing before the end of 2008.

Peninsular also has ongoing exploration programmes in the vicinity of the Raub CIL project, which is located within a historic mining district with documented historic production of in excess of 1 million ounces of gold.

As previously announced, the Company's total Mineral Reserve and Resource inventory currently stands at: 202,000 ounces gold as Proven Reserves at Raub*; 228,400 ounces gold as Measured, Indicated and Inferred Resources at Raub*; 528,000 ounces gold as Inferred Resources at Tersang.

* These estimates are compliant with the Australasian Code for Reporting Exploration Results, Mineral Resources and Ore Reserves known as the JORC Code (JORC, 2004).

END

Close

London Stock Exchange plc is not responsible for and does not check content on this Website. Website users are responsible for checking content. Any news item (including any prospectus) which is addressed solely to the persons and countries specified therein should not be relied upon other than by such persons and/or outside the specified countries. [Terms and conditions](#), including restrictions on use and distribution apply.

©2007 London Stock Exchange plc. All rights reserved