

Peninsula Minerals_{PLC}

HALF YEAR FINANCIAL REPORT

31 December 2006

Peninsula Minerals Limited and Controlled Entities

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Company Particulars

Directors

Malcolm James	Non-Executive Chairman
Douglas Goodall	Managing Director
Warwick Grigor	Non-Executive Director
Alastair Hunter	Non-Executive Director

Company Secretary

Jonathan Whyte
Jade Styants

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 2006.

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.

Malcolm James	Non-Executive Chairman
Douglas Goodall	Managing Director
Warwick Grigor	Non-Executive Director
Alastair Hunter	Non-Executive Director (appointed 30 November 2006)
Keith Johns	Non-Executive Director (resigned 30 November 2006)

REVIEW OF OPERATIONS

SOUTH AFRICA – URANIUM / MOLYBDENUM EXPLORATION

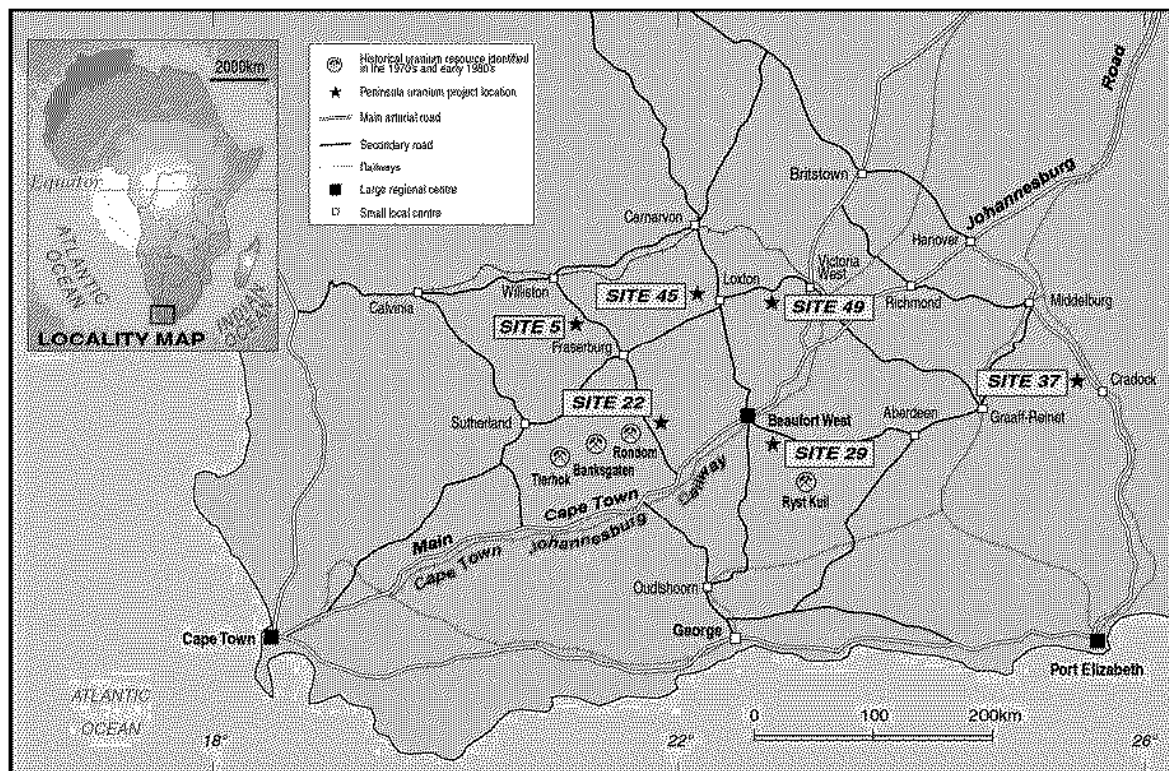
[Peninsula Minerals 74% / BEE Group 26%]

The highlight of the period was the long-awaited grant by the Department of Minerals and Energy (DME) in South Africa of the six Prospecting Right applications lodged by Tasman Pacific Minerals Limited (**Tasman**). The grant of the tenements allowed Peninsula Minerals Limited (**the Company**) to complete the acquisition of Tasman.

The Company now holds a 74% interest in the joint venture to explore these properties in the Karoo region of South Africa which are considered highly prospective for economic sandstone-hosted deposits of both uranium and molybdenum. The remaining 26% interest is held by Black Economic Empowerment partner Mmakau Mining (Pty) Ltd.

The Company is preparing to implement the exploration work program for the coming year, as presented to the DME, with the involvement of the joint venture partner. Review and interpretation of geological data has commenced and field work of locating previous drill holes, geological mapping and radiometric traversing is expected to commence in March/April 2007.

Uranium /Molybdenum Prospect Site Locations



Directors Report

TANZANIA, AFRICA – GOLD EXPLORATION JOINT VENTURE

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

In October the Company entered into a joint venture with a private Tanzanian company, Zari Exploration Limited (**Zari**), to explore for gold and other minerals on three prospecting licenses controlled by Zari in the Lupa Goldfield of south west Tanzania.

The tenements cover an area of approximately 167 square kilometres on the eastern margin of the Lupa Goldfield. Previous gold production in the region was generally from higher grade (+7 g/t gold) underground mines and artisanal workings and there has been little modern exploration for large, lower grade deposits.

The first phase of a soil sampling and geological mapping program has been completed over an area of approximately 4 x 2 kilometres containing multiple mineralised structures previously located by rock chip and grab samples. Soil samples were taken on a 200 metre line spacing by 20 metre sample spacing to determine if the soil sampling would assist in defining the extent of the structures under cover.

The results of the soil sampling were very encouraging and showed anomalous values on many of the grid lines. Collation and interpretation of the soil results, geological mapping and previous surface rock sampling has commenced and infill soil sampling at 100m line spacing is underway to better assist in defining the mineralised structures for targeting drill holes for the next phase of the program.

FIJI – RAKI RAKI GOLD PROJECT

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

The Raki Raki project was considerably advanced during the latest half with a seven-hole diamond drill program at the Qalau-4300E grid area intersecting encouraging gold mineralisation within zones of quartz-carbonate veining, shearing, brecciation and alteration typical of an epithermal mineralised system. The drill program, DDHQ001 to DDHQ007, was undertaken by the joint venture operator, Geopacific Resources NL (**Geopacific**), to test a number of structural gold targets defined by a geophysical resistivity survey beneath transported river gravels.

The first hole, DDHQ001, intersected 2.8 metres from 61.2 metres of 14.43 g/t gold within a zone of epithermal quartz-carbonate veining. The drill hole was located near the centre of the prominent resistivity high which trends across the northern half of the surveyed area. Later holes DDHQ005 to DDHQ007, drilled around DDHQ001, all intersected quartz-carbonate veining and alteration and confirmed that the main mineralised structure in the DDHQ001 area continues at depth and trends to the east, with a dip toward grid north at approximately 55 degrees. The best intersection from the three holes was DDHQ006 with 0.5 metres from 80.5 metres of 9.37 g/t gold.

DDHQ002 was located to test corresponding gold anomalies (in both soil and shallow trench samples) and a resistivity high approximately 600 metres grid south south west of DDHQ001. A single mineralised zone between 9–10 metres returned 1.24 g/t gold.

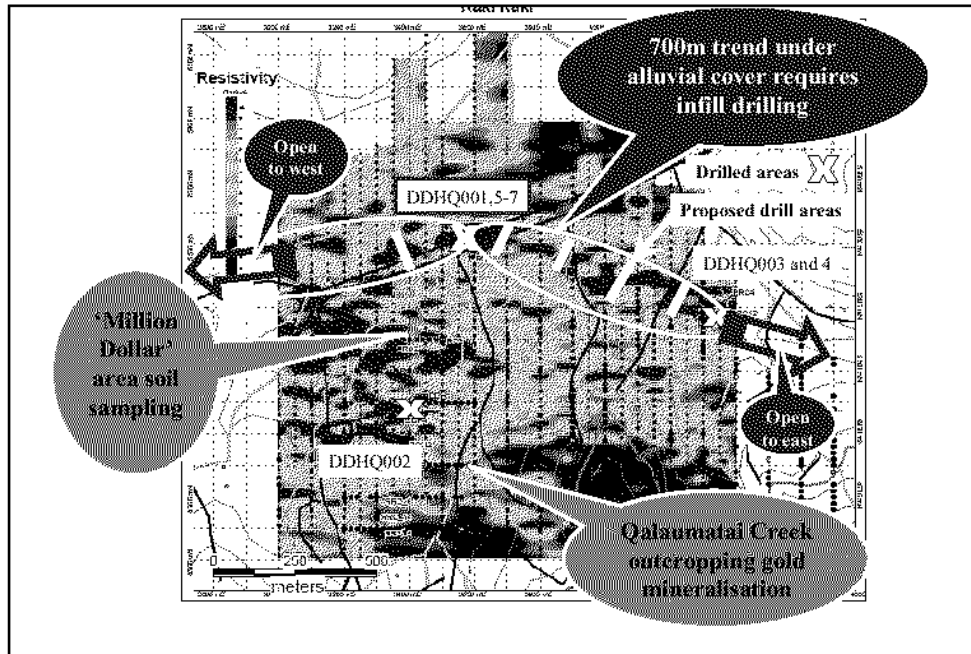
Holes DDHQ003 and DDHQ004 were drilled approximately 750m grid east south east of DDHQ001 and are 50 metres apart. Both holes intersected significant zones of gold mineralisation within wide zones of quartz-carbonate veining, shearing, brecciation and alteration, with DDHQ004 returning 5 metres from 94 metres of 3.41 g/t gold and 9.5 metres from 121 metres of 2.31 g/t gold.

The following plan locates diamond drill holes DDHQ001 to DDHQ007 on the Qalau-4300E grid and shows the outline of the resistivity anomaly, open to both east and west, and the proposed fences of drill holes to test that anomaly, plus areas of other recent work.

Follow-up drilling of the resistivity anomaly within the 700 metres of untested area between DDHQ001 and DDHQ004 is planned during 2007.

Directors Report

Qalau-4300 resistivity anomaly and locations of drill holes DDHQ001-7



All significant assay results from holes DDHQ001 to DDHQ007 are shown in the table below.

Summary of Drill Core Assays, Raki Raki Project

Drill hole	Drill hole summary					Drill core assay summary			
	coordinates (local grid where grid N is 23° W of true N)		hole azimuth (grid)	hole dip (deg)	hole depth (m)	down-hole		interval (metres)	gold (g/t)****
	N	E				from (m)	to (m)		
DDHQ001	5565	3600	180	60	150.9	39	40	1	1.27
						61.2	64	2.8	14.43
						111.3	126	14.7	0.46
DDHQ002	5010	3350	180	60	150.1	9	10	1	1.24
DDHQ003	5370	4330	200	60	180.1	29	36	7	2.23
		including				29	30	1	5.14
DDHQ004	5335	4360	200	60	293.8	88	133.2	45.2	1.02
		including*				94	99	5	3.41
		including*				121	130.5	9.5	2.31
		with	121	124	3	4.45			
DDHQ005	5550	3600	180	60	120.1	47.9	48.35	0.45	3.91
						107.5	108.5	1	1.31
DDHQ006	5585	3600	180	60	180.1	25	26	1	2.52
						28	28.5	0.5	0.96
						80	80.5	0.5	1.51
						80.5	81	0.5	9.37
						120.1	120.6	0.5	3.18
DDHQ007	5585	3650	180	60	171	33.4	36	2.6	1.32
						72.5	73.7	1.2	0.98
						101.2	102	0.8	0.71

*** Using a 0.5g/t Au cut-off

**** Fire assays completed on sawn (halved) drill core at Emperor Mines Analytical Laboratory. All results >0.5g/t Au have been re-assayed. Internal and external controls including standard reference material and blanks have been routinely analysed.

Directors Report

Other recent work included close spaced auger soil samples which were collected in the 'Million Dollar' area of the Qalau Grid between 3370-3420E and 5140-5190N. This sampling was located to determine any association between geophysical resistivity anomalies and gold in soil values. Channel rock chip sampling was completed at anomalous gold outcrops in Qalaumatai Creek. Assay results are expected in early 2007.

Political Changes in Fiji

Geopacific has reported that there have been no adverse impacts on their operations since the head of the Fiji military forces, Commodore Bainimarama, commenced a takeover of the Fiji government on 5 December 2006. Commodore Bainimarama disbanded the government and established a Military Council to administer Fiji.

GREAT WESTERN GOLD PROJECT

[Uranium Equities Ltd 82.74% / Peninsula Minerals Limited 17.26% and royalty]

In December the Company announced that it had reached agreement with Terrain Minerals Limited (**Terrain**) to purchase from the Company the royalty over gold production at the Great Western Gold Project as part of Terrain's acquisition of the tenement from Uranium Equities Limited.

Terrain may acquire the royalty through a series of staged payments of fully paid ordinary shares in Terrain over the next 12 months. The first payment, valued at \$37,000, is payable by 30 April 2007 and the second payment, valued at \$50,000, is payable by 31 December 2007.

SOUTH AUSTRALIA EXPLORATION PROJECTS MINOTAUR JOINT VENTURES

Roopena Joint Venture (EL 3236, 3443) / Gibraltar Joint Venture (EL3608, 2972)

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

Minotaur conducted merging, processing and modelling of new regional gravity survey data on the Gibraltar joint venture tenements which highlighted two new targets on EL 3608 that warrant further investigation. Review of gravity and other data did not reveal any significant new untested regional targets on the Roopena joint venture tenements.

Uranium Access Agreement (Roopena and Gibraltar Joint Ventures)

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

Work commenced on ELs 3236 and 3443 with a review of historic data to define drill targets. It is expected that a work program will be put together in the next quarter.

An airborne electromagnetic survey (**AEM**) was conducted over parts of the Gibraltar tenements. The AEM was flown at 400 metre line spacing and 120 metre elevation above local terrain over a portion of EL3608. This dataset and previous drilling have been reviewed and a preliminary drill target has been identified. Drilling is planned to commence in late March 2007.

No AEM survey was undertaken over EL2972 but a review of historic data is planned to define drill targets and to determine the future exploration program.

Tumby Bay Talc Project

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

Geological mapping of the project defined drill targets and all logistics for a two-hole diamond drilling program have now been organised and it is anticipated that the program will be completed during the first quarter of 2007.

CORPORATE

In December the Company completed a placement of 50 million fully paid ordinary shares at an issue price of 4.8 cents per share to raise \$2,400,000 before expenses. The placement was made to institutional or sophisticated investor clients of Southern Cross Equities Limited. Funds raised under the placement will be used to progress exploration on the recently granted uranium/molybdenum tenements in South Africa and for general working capital purposes.

Directors Report

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 2006

Signed in accordance with a resolution of the Board of Directors

A handwritten signature in black ink, appearing to read 'Malcolm James', is written over a faint, circular watermark or stamp.

Malcolm James
Chairman

15 March 2007

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 2006, 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

15 March 2007

Consolidated Income Statement

FOR THE HALF-YEAR ENDED 31 DECEMBER 2006

	Note	Economic Entity	
		31 December 2006 \$	31 December 2005 \$
REVENUE		747,499	77,912
Employee benefits expense		(53,798)	(54,500)
Depreciation and amortisation expense		(125)	-
Other expenses from ordinary activities		(255,616)	(197,986)
PROFIT/(LOSS) BEFORE INCOME TAX		<u>437,960</u>	<u>(174,574)</u>
Income tax expense		-	-
NET PROFIT/(LOSS) ATTRIBUTABLE TO MEMBERS OF PENINSULA MINERALS LIMITED		<u>437,960</u>	<u>(174,574)</u>
EARNINGS PER SHARE			
Basic earnings per share (cents per share)		0.083	(0.035)
Diluted earnings per share (cents per share)		0.081	(0.035)

Consolidated Balance Sheet

AS AT 31 DECEMBER 2006

	Note	Economic Entity	
		31 December 2006 \$	30 June 2006 \$
CURRENT ASSETS			
Cash and cash equivalents		4,544,838	2,318,955
Trade and other receivables		58,469	39,254
Other financial assets		-	156,000
TOTAL CURRENT ASSETS		4,603,307	2,514,209
NON-CURRENT ASSETS			
Other financial assets		-	-
Property, plant and equipment		1,849	607
Mineral exploration expenditure		4,578,712	2,816,306
TOTAL NON-CURRENT ASSETS		4,580,561	2,816,913
TOTAL ASSETS		9,183,868	5,331,122
CURRENT LIABILITIES			
Trade and other payables		93,658	83,490
TOTAL CURRENT LIABILITIES		93,658	83,490
TOTAL LIABILITIES		93,658	83,490
NET ASSETS		9,090,210	5,247,632
EQUITY			
Issued Capital	7	19,349,337	15,834,721
Reserves		16,002	126,000
Accumulated Losses		(10,275,129)	(10,713,089)
TOTAL EQUITY		9,090,210	5,247,632

Consolidated Statement of Changes in Equity

FOR THE HALF-YEAR ENDED 31 DECEMBER 2006

	Issued Capital Ordinary	Accumulated Losses	Option Reserve	Financial Assets Reserve	Total
	\$	\$	\$	\$	\$
Opening Balance 1 July 2005	15,355,211	(10,333,111)	474,056	-	5,496,156
Cost of share-based payment	4,062	-	-	-	4,062
Loss for the period	-	(174,574)	-	-	(174,574)
Closing Balance 31 December 2005	15,359,273	(10,507,685)	474,056	-	5,325,645

	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

Consolidated Cash Flow Statement

FOR THE HALF-YEAR ENDED 31 DECMEBER 2006

	31 December 2006 \$	Consolidated 31 December 2005 \$
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	-	-
Payments to suppliers and employees	(295,120)	(238,578)
Payments for exploration and evaluation	(346,726)	(36,516)
Interest received	62,486	73,744
Other receipts	4,244	2,905
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	(575,116)	(198,445)
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for exploration and evaluation	(184,348)	(107,877)
Payments for property, plant and equipment	(1,366)	-
Proceeds from sale of investments	709,713	-
NET CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES	523,999	(107,877)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of shares	2,277,000	-
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	2,277,000	-
Net Increase/(Decrease) in Cash Held	2,225,883	(306,322)
Cash at the beginning of the period	2,318,955	2,968,515
Cash at the end of the period	4,544,838	2,662,193

Notes to Half-Year Financial Statements

NOTE 1: BASIS OF PREPARATION

This general purpose financial report for the interim half-year reporting period ended 31 December 2006 has been 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 2006 and any public announcements made by Peninsula Minerals Limited during the half-year in accordance with continuous disclosure requirements arising under the *Corporations Act 2001*.

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period. The half-year report does not include full disclosures of the types 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.

Accounting Policies

(a) Principles of Consolidation

A controlled entity is any entity Peninsula Minerals Limited has the power to control the financial and operating policies of so as to obtain benefits from its activities.

All controlled entities have a June financial year-end.

All inter-company balances and transactions between entities in the economic entity, including any unrealised profits or losses, have been eliminated on consolidation. Accounting policies of subsidiaries have been changed where necessary to ensure consistencies with those policies applied by the parent entity.

Where controlled entities have entered or left the economic entity during the year, their operating results have been included/excluded from the date control was obtained or until the date control ceased.

Minority equity interests in the equity and results of the entities that are controlled are shown as a separate item in the consolidated financial report.

Notes to Half-Year Financial Statements

(b) Income Tax

The charge for current income tax expense is based on the profit for the year adjusted for any non-assessable or disallowed items. It is calculated using the tax rates that have been enacted or are substantially enacted by the balance sheet date.

Deferred tax is accounted for using the balance sheet liability method in respect of temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. No deferred income tax will be recognised from the initial recognition of an asset or liability, excluding a business combination, where there is no effect on accounting or taxable profit or loss.

Deferred tax is calculated at the tax rates that are expected to apply to the period when the asset is realised or liability is settled. Deferred tax is credited in the income statement except where it relates to items that may be credited directly to equity, in which case the deferred tax is adjusted directly against equity.

Deferred income tax assets are recognised to the extent that it is probable that future tax profits will be available against which deductible temporary differences can be utilised.

The amount of benefits brought to account or which may be realised in the future is based on the assumption that no adverse change will occur in income taxation legislation and the anticipation that the economic entity will derive sufficient future assessable income to enable the benefit to be realised and comply with the conditions of deductibility imposed by the law.

(c) Property, Plant and Equipment

Each class of property, plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation and impairment losses.

Plant and equipment

Plant and equipment are measured on the cost basis.

The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the asset's employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

The cost of fixed assets constructed within the economic entity includes the cost of materials, direct labour, borrowing costs and an appropriate proportion of fixed and variable overheads.

Notes to Half-Year Financial Statements

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the group and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the income statement during the financial period in which they are incurred.

Increases in the carrying amount arising on revaluation of land and buildings are credited to a revaluation reserve in equity. Decreases that offset previous increases of the same asset are charged against fair value reserves directly in equity; all other decreases are charged to the income statement. Each year the difference between depreciation based on the revalued carrying amount of the asset charged to the income statement and depreciation based on the asset's original cost is transferred from the revaluation reserve to retained earnings.

Depreciation

The depreciable amount of all fixed assets including building and capitalised lease assets, but excluding freehold land, is depreciated on a straight-line basis over their useful lives to the economic entity commencing from the time the asset is held ready for use as follows:

Land and Buildings	20 years
Plant and equipment	3-5 years
Motor Vehicles	5 years

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each balance sheet date. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the income statement. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

(d) Exploration and Development Expenditure

Exploration, evaluation and development expenditure incurred is accumulated in respect of each identifiable area of interest. These costs are only carried forward to the extent that they are expected to be recouped through the successful development of the area or where activities in the area have not yet reached a stage that permits reasonable assessment of the existence of economically recoverable reserves.

Accumulated costs in relation to an abandoned area are written off in full against profit in the year in which the decision to abandon the area is made.

When production commences, the accumulated costs for the relevant area of interest are amortised over the life of the area according to the rate of depletion of the economically recoverable reserves.

Notes to Half-Year Financial Statements

A regular review is undertaken of each area of interest to determine the appropriateness of continuing to carry forward costs in relation to that area of interest.

Costs of site restoration are provided over the life of the facility from when exploration commences and are included in the costs of that stage. Site restoration costs include the dismantling and removal of mining plant, equipment and building structures, waste removal, and rehabilitation of the site in accordance with clauses of the mining permits. Such costs have been determined using estimates of future costs, current legal requirements and technology on an undiscounted basis.

Any changes in the estimates for the costs are accounted on a prospective basis. In determining the costs of site restoration, there is uncertainty regarding the nature and extent of the restoration due to community expectations and future legislation. Accordingly the costs have been determined on the basis that the restoration will be completed within one year of abandoning the site.

(e) Impairment of Assets

At each reporting date, the group reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the income statement.

Impairment testing is performed annually for goodwill and intangible assets with indefinite lives.

Where it is not possible to estimate the recoverable amount of an individual asset, the group estimates the recoverable amount of the cash-generating unit to which the asset belongs.

(f) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of 3 months or less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the balance sheet.

(g) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the balance sheet are shown inclusive of GST.

Cash flows are presented in the cash flow statement on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

Notes to Half-Year Financial Statements

(h) Comparative Figures

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

(i) Rounding of Amounts

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

2. DIVIDENDS

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

3. SEGMENT INFORMATION

The economic entity operates in Australia, Fiji, South Africa and Tanzania.

Geographic Segments

	Australia	Fiji	South Africa	Tanzania	Eliminations	Economic Entity
2006						
Total Segment Revenue	747,499	-	-	-	-	747,499
Segment Result	437,960	-	-	-	-	437,960
Income Tax Expense	-	-	-	-	-	-
Net Profit/(Loss) after Income Tax	437,960	-	-	-	-	437,960
	Australia	Fiji	South Africa	Tanzania	Eliminations	Economic Entity
2005						
Total Segment Revenue	77,912	-	-	-	-	77,912
Segment Result	(174,574)	-	-	-	-	(174,574)
Income Tax Expense	-	-	-	-	-	-
Net Profit/(Loss) after Income Tax	(174,574)	-	-	-	-	(174,574)

4. CONTINGENT LIABILITIES

There have been no changes in contingent liabilities or contingent assets since 30 June 2006.

5. SHARE BASED PAYMENTS

The following share-based payment arrangements existed at 31 December 2006 :

The company has a share option incentive plan. 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.

Notes to Half-Year Financial Statements

On 30 November 2006 at the Company's Annual General Meeting 5,000,000 share options were granted to Mr Douglas Goodall. Of the total options granted to Mr Goodall, 2,500,000 options are exercisable at \$0.03 each and the remaining 2,500,000 options are exercisable at \$0.06 each. The options are exercisable on or before 30 November 2009. The options shall lapse upon the earlier of the expiry date or two years from the issue date if Mr Goodall ceases to be a director of the Company during that time. At balance date, no share options had been exercised.

In addition to the above, on 1 December 2006, 4,000,000 share options were granted to employees of the Company under the Option Incentive Plan. Of the total options granted under the Option Incentive Plan, 2,000,000 options are exercisable at \$0.03 each and the remaining 2,000,000 options are exercisable at \$0.06 each. The options are exercisable on or before 30 November 2009.

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.

6. ACQUISITION OF SUBSIDIARY

As reported in annual financial report, the parent entity had previously entered into an agreement to acquire a portfolio of highly prospective uranium-molybdenum exploration projects in South Africa by the purchase of 100% of the issued capital in Tasman Pacific Minerals Limited ("Tasman").

The acquisition was completed on 30 November 2006 when shareholder approval was given at the Annual General Meeting for the parent entity to allot and issue the residual 66,400,000 fully paid ordinary shares in the Company to Tasman shareholders. (As part of the total consideration of 83,000,000 fully paid ordinary shares).

	Economic Entity	
	31 December 2006 \$	31 December 2005 \$
The purchase price was allocated as follows :		
Purchase Consideration – 83,000,000 shares issued	1,245,000	-
Assets and liabilities at acquisition date :		
Tasman Pacific Minerals Limited 30 November 2006		
Cash and cash equivalents	26,227	-
Receivables	32,956	-
Property, plant and equipment	1,049	-
Exploration	1,251,152	-
Payables	(66,384)	-
Total	<u>1,245,000</u>	-

The assets and liabilities arising from the acquisition are recognised at fair value which are equal to their carrying value at acquisition date.

Notes to Half-Year Financial Statements

7. 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 2006	30 June 2006
	\$	\$
631,267,237 fully paid ordinary shares (June 2006 : 498,267,237)	19,349,337	15,834,721

	Economic Entity 31 December 2006
--	--

(a) Ordinary Shares

At the beginning of the reporting period	498,267,237
<i>Shares Issued during the half year period ending 31 December 2006</i>	
Acquisition of Tasman Pacific Minerals Limited – consideration shares	83,000,000
Placement December 2006	50,000,000
At reporting date	<u>631,267,237</u>

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.

8. RELATED PARTY TRANSACTIONS

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

Transactions with related parties :

(a) Key Management Personnel

Resource & Capital Management Pty Ltd ("RCM"), a company of which Mr Malcolm James is a director, was paid a management fee of \$36,000 during the half-year period ending 31 December 2006 in relation to the provision of office services, equipment and management and administration services provided to the Company.

Notes to Half-Year Financial Statements

9. 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 27 February 2007, the Company entered into a Heads of Agreement with PacMag Metals Limited ("PacMag") to acquire 100% of their uranium exploration assets located in Wyoming USA, South Australia and Western Australia. The consideration to be paid by the Company for the acquisition consists of 200,000,000 fully paid ordinary shares in the Company to be issued to PacMag and AUD\$200,000. Post settlement PacMag has the right to appoint one non-executive director to the Board of the Company to assist with the direction of the larger uranium group. Completion of the agreement is subject to regulatory approvals, shareholder approval from both companies and the satisfactory completion of mutual due diligence investigations.
- The Company was informed by Minotaur Operations Pty Ltd ("Minotaur") that it had not met the required expenditures under the terms of the farm-in for the Roopena and Gibraltar Joint Ventures, and hence these joint ventures had lapsed. All exploration activities by Minotaur have now ceased and the management of the tenements will revert to the Company.

Directors' Declaration

The directors of the company declare that:

1. The financial statements and notes, as set out on pages 10 to 20:
 - (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 2006 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.



Malcolm James
Chairman

15 March 2007

Independent Review Report

Peninsula Minerals Ltd
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Geelong
Victoria 3220
Australia
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www.peninsulaminerals.com.au



Independent review report to the members of PENINSULA MINERALS LTD Scope

We have reviewed the accompanying half-year financial report of Peninsula Minerals Ltd (the Company), which comprises the condensed balance sheet as at 31 December 2006, 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.

Partners

Associates



Peninsula Minerals Ltd, 100 St Georges Road, Geelong, Victoria 3220, Australia

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.

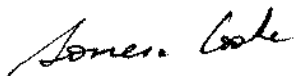
Independence

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 15 March 2007, 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 Company's financial position as at 31 December 2006 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

Date: *15th March 2007*

