



ASX Announcement

30 November 2006

Share Purchase Plan Allotments Made Prior to Oil Drilling Programs

The Directors of Bow Energy Ltd ("Bow" or "the Company") confirm that a total of 13,333,333 ordinary shares have been issued at 16.5 cents each pursuant to a share purchase plan ("SPP") and underwriting arrangements in respect of the SPP, raising \$2.2 million.

There was strong support from Bow shareholders, who subscribed for over 80% of the underwritten amount (\$2.2 million) of the SPP, which closed on 17 November 2006. Pursuant to underwriting arrangements, shortfall applications have also now been received and 2,515,151 shortfall shares are being issued pursuant to the underwriting arrangements.

The SPP was structured to encourage the Company's shareholders to increase their participation in Bow at a discount to the market price immediately prior to Bow operating a multiwell oil exploration drilling program in Queensland.

Notice is hereby given by the Company under section 708A(5)(e) of the Corporations Act in relation to the issue of fully paid ordinary shares by the Company to investors, pursuant to the SPP and the underwriting arrangements, without disclosure under Part 6.2D of the Corporations Act.

As at the date of this notice, the Company notifies the ASX that:

- (a) it has complied with the provisions of Chapter 2M of the Corporations Act as they apply to the Company;
- (b) it has complied with section 674 of the Corporations Act; and
- (c) there is no information which is excluded information as contained in sections 708A(7) and 708A(8) of the Corporations Act.

Bow's Oil Appraisal and Exploration Drilling Programs

Bow is about to commence a period of active oil appraisal and exploration drilling in the Surat-Bowen and Cooper-Eromanga Basins in Queensland as follows:

ATP 805P Donga Oil Field Appraisal wells - Surat-Bowen Basin

ADS Rig 6 is set up at Donga-4 drill site and currently carrying out rig repairs prior to spudding the well. The anticipated spud is either tomorrow or on the weekend with spud conditional on a post rig repairs safety audit being completed to Bow's satisfaction. The 12 day well targets the Triassic aged Donga sandstone which was productive at Donga-3. If Donga-4 is successful, the rig will immediately move to drill the Donga-5 appraisal well located about 550 metres north of Donga-4.

Bow Energy Ltd

ACN 111 019 857

Level 5, 60 Edward Street BRISBANE QLD 4000

GPO Box 5244, BRISBANE QLD 4001

Telephone: 61-7-3303-0675 Facsimile: 61-7-3303-0651 Email: info@bowenergy.com.au

ASX code: BOW

ATP 752P Wompi Block Oil Exploration Program - Cooper-Eromanga Basins

Site preparation is continuing for an early January spud of the first of three back-to-back oil exploration wells of a five well farmin program in Cooper-Eromanga Basin permit ATP 752P. The first three wells target prospects in the Wompi Block on trend and near high productivity oil fields.

Other Projects being prepared for drilling in 2007

Processing of two infill seismic acquisition programs (2D and 3D) designed to detail several oil prospects in the Barta Block of ATP 752P is in progress. In addition to this, a total of 435 km of previously acquired seismic data in the Block is being reprocessed. Following the remapping using the new and reprocessed seismic data, two of the prospects detailed are to be selected as the targets for the final two wells in the Avery farmin program. The two wells in the Barta Block are planned for the 2nd quarter of 2007 with drilling conditional on the results of the infill seismic and reprocessing programs.

The Company has a portfolio of other oil exploration and appraisal projects in areas of proven oil potential which are being advanced with some being prepared for farmout. In particular, Bow has been working towards securing multi-well farmouts within its dominant acreage position in the oil prone southwest Surat-Bowen acreage where it currently holds 50%-100% direct working interests. Bow's target is to divest the majority of the exploration risk while still retaining sufficient equity to create substantial shareholder wealth from any commercial discoveries in the farmout areas.

On behalf of the Board
D P Cornish
Company Secretary

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