



ASX Announcement

22 February 2008

Please find attached for release to the market a copy of the letter being sent to all holders of the 31 March 2008 \$0.20 options in accordance with the requirements of Appendix 6A of the Listing Rules.

For and on behalf of the Board
Duncan Cornish
Company Secretary

For further information:

Duncan Cornish
Company Secretary

Phone: 07 3303 0675

Email: dcornish@bowenergy.com.au

ASX Code: BOW



Notice to Optionholders

31 March 2008 \$0.20 Options (BOWO)

Dear Optionholder

Notice is hereby given that the Bow Energy Limited ('the Company') options that you hold will expire on Monday 31 March 2008. Options must therefore be exercised on or before the close of business on Monday 31 March 2008. In accordance with the ASX Listing Rules the Company advises the following:

1. The option exercise price is \$0.20 (twenty cents) for each 31 March 2008 option.
2. The due date for payment for the option exercise is 31 March 2008.
3. If existing optionholders do not elect to exercise their options by 31 March 2008 and do not make the payment of 20 cents per option then their options will expire.
4. Quotation of the 31 March 2008 options will cease on Thursday 20 March 2008 that is 5 business days before 31 March 2008.
5. The last market sale price of the ordinary shares on 21 February 2008 was \$0.265.
6. The highest and lowest market sale price of the Company's shares into which the 31 March 2008 options are exercisable during the 3 months immediately before this notice was:

Highest - \$0.35 on 23 November 2007 and 13 December 2007
Lowest - \$0.17 on 22 January 2008
7. There is no underwriting agreement in relation to the 31 March 2008 options. There are currently 18,299,739 options outstanding.

To exercise your options please complete the form attached with this letter and return to the share registry before 5pm on 31 March 2008. A reply paid envelope has been included.

All fully paid ordinary shares issued upon exercise of the options will rank pari passu in all respects with the Company's existing ordinary fully paid shares. The Company will apply for Official Quotation by Australian Stock Exchange Limited of all shares issued upon exercise of the options.

Should you have any queries with respect to the above, please contact the Company on 07 3303 0675.

Yours faithfully

Duncan Cornish
Company Secretary

ASX Code: BOW



ACN 111 019 857

Notice of Exercise of Options BOWO – BOW ENERGY LTD



SRN/HIN:

Number of Options	
Exercise Price	A\$0.20
Conversion Ratio	1 for 1
BOWO Options Expire	31 March 2008

Bow Energy Ltd Options trading on the Australian Securities Exchange under the code BOWO ("Bow Energy Ltd Options") expire on 31 March 2008. If the Notice of Exercise of Options and required payment are not received by **5:00pm (Brisbane time) 31 March 2008**, the **Bow Energy Ltd Options will automatically lapse** in accordance with the Terms and Conditions of issue and will no longer be available for exercise.

Ordinary Bow Energy Ltd ASX Quotation Prices

Closing price on 21 February 2008	A\$0.265
3 month high before 21 February 2008	A\$0.35
3 month low before 21 February 2008	A\$0.17
Last date of quotation on ASX	20 March 2008

PLEASE COMPLETE BELOW (using block letters) – refer overleaf for details and further instructions on how to complete this form.

I/We apply to exercise the following number of options and attach a cheque in Australian currency drawn on an Australian branch of a financial institution for the amount payable: Please allot me/us Ordinary shares calculated on the basis of one (1) Ordinary share in the Company for every one (1) Option which I/we exercise.

A NUMBER OF OPTIONS EXERCISED

at A\$0.20 per
Option Exercised **A\$**

B TOTAL PAYMENT REQUIRED
(as at A\$0.20 per Option exercised)

C PLEASE INSERT YOUR CHEQUE DETAILS

Cheques must be drawn on an **Australian branch** of a financial institution in **Australian currency** and made payable to "**Bow Energy Ltd**" and crossed "Not Negotiable".

Cheque

BSB

Account Number

D YOUR CONTACT DETAILS

Telephone Number where you can be contacted during business hours

Contact Name (PRINT)

E BPAY – Contact your participating institution and make the payment via BPAY. You are not required to submit this Notice of Exercise of Options Form if you elect to make payment using BPAY.



Billers Code: 384032
Ref:

If you pay by BPAY and do not pay for your full entitlement the remaining portion of your entitlement will be renounced.
Telephone & Internet Banking – BPAY®
Contact your bank, credit union or building society to make this payment from your cheque or savings account. More info: www.bpay.com.au
© Registered to BPAY Pty Ltd ABN 69 079 137 518

F SIGNATURE OF OPTIONHOLDER(S) – this MUST be signed

Optionholder 1

Sole Director and Sole Company Secretary

Optionholder 2

Director/Company Secretary

Optionholder 3

Director

Date

This form should be signed by the securityholder. If a joint holding, all securityholders should sign. If signed by the securityholder's attorney, the power of attorney must have been previously noted by the registry or a certified copy attached to this form. If executed by a company, the form must be executed in accordance with the securityholder's constitution and the *Corporations Act 2001* (Cwlth).

BOW OPT001



How to complete the Notice of Exercise of Options

Please complete all relevant sections of this form USING BLOCK LETTERS. These instructions are cross referenced to each section of the form.

A. Application for Units under the Notice of Exercise of Options Form

You can apply to exercise either part of, or all of, your Options holding. Please enter into the box A the number of Options from your holding you wish to exercise:

- To exercise your holding in full, please write in Box A the number of Options that you currently hold.
- To exercise part of your holding, please write in Box A the number of Options you wish to exercise.

If you do not indicate the number of Options you wish to Exercise, may treat you as applying to exercise as many as your accompanying cheque will pay for. However, the number of Options exercised will not exceed the number of BOW Options you hold.

B. Total Payment Required for Options Exercise

Please enter in Box B the total amount of the cheque required for the payment of the Options you wish to exercise at the Exercise Price of A\$0.20. To calculate the total Exercise monies required, multiply Box A by A\$0.20.

C. Cheque Details

Please enter your cheque details in Section C.

Cheques must be drawn on an **Australian branch** of a financial institution in **Australian currency** and made payable to "Bow Energy Ltd" and crossed "Not Negotiable".

D. Contact Details

Please enter your daytime contact telephone number so we can contact you regarding your form, if necessary.

E. BPAY

If you elect to make payment using BPAY you must contact your bank, credit union or building society to make this payment from your cheque or savings account. For more information: www.bpay.com.au

Refer to the front of this form for the Biller Code and Customer Reference Number. Payments must be received by BPAY before 5:00pm (Brisbane time) on 31 March 2008. If the BPAY payment is for any reason not received in full, Bow Energy Ltd may treat you as applying for as many Shares as the cleared monies will pay for. Shareholders using the BPAY Facility will be bound by the provisions relating to this Offer. **You are not required to submit this completed Notice of Exercise of Options Form if you elect to make payment using BPAY.**

F. Signature of Optionholder(s)

Please enter the signature(s) of Registered Optionholder(s).

- Individual or joint Optionholders – each joint Optionholder must sign.
- Attorneys – if this notice is signed by an attorney, the attorney declares they have no notice of revocation of the power under which this notice is signed.
- Companies – must execute this notice in accordance with the laws of their jurisdiction.

In accordance with the Terms and Conditions of issue, Bow Energy Ltd Options will **expire** on 31 March 2008 unless exercised before that time. If a Notice of Exercise of Options and the required payment are not received prior to expiry the Options **will automatically lapse** and no longer be available for exercise.

How to Lodge your Notice of Exercise of Options

The completed form with the accompanying payment must be returned in the enclosed reply paid envelope or delivered to the address set out below, so that it is received no later than **5:00pm (Brisbane time) Monday, 31 March 2008.**

Mailing Address

Link Market Services Limited
Bow Exercise of Options
Locked Bag A14
Sydney South NSW 1235

or

Delivery Address

Link Market Services Limited
Bow Exercise of Options
Level 12, 680 George Street
Sydney NSW 2000

Privacy Clause: Link Market Services Limited advises that Chapter 2C of the *Corporations Act 2001* requires information about you as a securityholder (including your name, address and details of the securities you hold) to be included in the public register of the entity in which you hold securities. Information is collected to administer your securityholding and if some or all of the information is not collected then it might not be possible to administer your securityholding. Your personal information may be disclosed to the entity in which you hold securities. You can obtain access to your personal information by contacting us at the address shown on this form. Our privacy policy is available on our website (www.linkmarketservices.com.au).