



ASX Announcement

6 March 2009

NON-RENOUCEABLE RIGHTS ISSUE – UPDATED APPENDIX 3B

Please find enclosed an updated Appendix 3B with respect to the non-renounceable rights issue of Bow Energy Ltd which replaces item 2 of Appendix 3B lodged on 18 February 2009.

For and on behalf of the Board
Duncan Cornish
Company Secretary

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Appendix 3B

New issue announcement, application for quotation of additional securities and agreement

Information or documents not available now must be given to ASX as soon as available. Information and documents given to ASX become ASX's property and may be made public.

Introduced 1/7/96. Origin: Appendix 5. Amended 1/7/98, 1/9/99, 1/7/2000, 30/9/2001, 11/3/2002, 1/1/2003, 24/10/2005.

Name of entity

BOW ENERGY LTD

ABN

63 111 019 857

We (the entity) give ASX the following information.

Part 1 - All issues

You must complete the relevant sections (attach sheets if there is not enough space).

- | | | |
|---|--|---|
| 1 | *Class of *securities issued or to be issued | Ordinary Shares |
| 2 | Number of *securities issued or to be issued (if known) or maximum number which may be issued | 29,136,260 fully paid ordinary shares to be issued in accordance with a 1 for 6 entitlement offer. The total number of shares to be issued in accordance with the entitlement offer could increase by up to 2,727,778 in the event that all of the holders of options exercised their right to convert their securities to ordinary shares prior to the record date of 13 March 2009. |
| 3 | Principal terms of the *securities (eg, if options, exercise price and expiry date; if partly paid *securities, the amount outstanding and due dates for payment; if *convertible securities, the conversion price and dates for conversion) | Fully paid ordinary shares |

+ See chapter 19 for defined terms.

4 Do the *securities rank equally in all respects from the date of allotment with an existing *class of quoted *securities?

Yes

If the additional securities do not rank equally, please state:

- the date from which they do
- the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment
- the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment

5 Issue price or consideration

\$0.27 per Ordinary Share

6 Purpose of the issue
(If issued as consideration for the acquisition of assets, clearly identify those assets)

To raise capital to allow the Company to progress its exploration and drilling programs with the majority of funds to be used towards reserves certification targets in Bow's Bowen Basin Blocks being the Comet Block (ATP1025P) and Norwich Park Block (ATP1031P) where around a 22 hole well program is planned over the next 18 months. Bow will also continue to progress the Don Juan CSG project, fund commitments to Joint Venture oil projects and working capital requirements

7 Dates of entering *securities into uncertificated holdings or despatch of certificates

22 April 2009

	Number	*Class
8 Number and *class of all *securities quoted on ASX (including the securities in clause 2 if applicable)	Currently on issue:	174,817,562
	Rights issue shares to be issued on 22 April 2009:	29,136,260
	Total:	203,953,822
		Ordinary
		Ordinary
		Ordinary

	Number	*Class
9	1,250,000	Options (40c @ 20/5/09)
	1,716,667	Options (50c @ 20/5/10)
	13,300,000	Options (50c @ 7/11/11)
	150,000	Options (30c @ 31/3/10)
	2,100,000	Options (\$0.40 @ 1/7/11) 50% vest 1/7/09; 50% vest 1/7/10
	2,100,000	Options (\$0.75 @ 1/7/12) 50% vest 1/7/10; 50% vest 1/7/11
	2,100,000	Options (\$1.00 @ 1/7/13) 50% vest 1/7/11; 50% vest 1/7/12

10 Dividend policy (in the case of a trust, distribution policy) on the increased capital (interests)

Part 2 - Bonus issue or pro rata issue

11	Is security holder approval required?	No
12	Is the issue renounceable or non-renounceable?	Non-renounceable
13	Ratio in which the *securities will be offered	1 for 6
14	*Class of *securities to which the offer relates	Ordinary Shares
15	*Record date to determine entitlements	13 March 2009
16	Will holdings on different registers (or subregisters) be aggregated for calculating entitlements?	N/A
17	Policy for deciding entitlements in relation to fractions	Nearest (less than 0.5 will be rounded down, 0.5 and greater will be rounded up)
18	Names of countries in which the entity has *security holders who will not be sent new issue documents <small>Note: Security holders must be told how their entitlements are to be dealt with. Cross reference: rule 7.7.</small>	The offer is not being extended to any shareholders whose registered address is outside Australia, New Zealand or Hong Kong
19	Closing date for receipt of acceptances or renunciations	7 April 2009

+ See chapter 19 for defined terms.

20	Names of any underwriters	<p>ABN AMRO Morgans Corporate Limited Wilson HTM Corporate Finance Limited Samuel Capital Pty Ltd Bizzell Capital Partners Pty Ltd</p>
21	Amount of any underwriting fee or commission	<p>The underwriting fee payable by the Company under all Underwriting Agreements is a total of:</p> <ul style="list-style-type: none"> • an amount equal to 4% of the amount underwritten by the Underwriter by way of cash; and • subject to obtaining shareholder approval, five (5) unlisted options to subscribe for ordinary shares in the Company exercisable at \$0.50 each on or before 7 November 2011 for every \$4 underwritten by the Underwriter (Underwriter Options). <p>In the event that shareholder approval for the issue of the Underwriter Options is not obtained or the Company is not able to issue the Underwriter Options in accordance with any approval that is obtained, the Company will pay a total amount equal to 7% of the amount underwritten by the Underwriter by way of cash.</p> <p>In the event that any Existing Vested Options are exercised after 19 February 2009 but before the Record Date, entitling the holder of the Shares issued upon exercise of the Existing Vested Options to participate in the Offer, the Underwriters will be paid a cash fee of 7% in respect of their underwriting commitment relating to the Additional Shares issued as a result of the exercise of the Existing Vested Options.</p>
22	Names of any brokers to the issue	N/A
23	Fee or commission payable to the broker to the issue	N/A
24	Amount of any handling fee payable to brokers who lodge acceptances or renunciations on behalf of *security holders	N/A
25	If the issue is contingent on *security holders' approval, the date of the meeting	N/A
26	Date entitlement and acceptance form and prospectus or Product Disclosure Statement will be sent to persons entitled	18 March 2009
27	If the entity has issued options, and the terms entitle option holders to participate on exercise, the date on which notices will be sent to option holders	27 February 2009
28	Date rights trading will begin (if applicable)	N/A
29	Date rights trading will end (if applicable)	N/A

30	How do *security holders sell their entitlements <i>in full</i> through a broker?	N/A
31	How do *security holders sell <i>part</i> of their entitlements through a broker and accept for the balance?	N/A
32	How do *security holders dispose of their entitlements (except by sale through a broker)?	N/A
33	*Despatch date	22 April 2009

Part 3 - Quotation of securities

You need only complete this section if you are applying for quotation of securities

34 Type of securities
(tick one)

(a) Securities described in Part 1

(b) All other securities

Example: restricted securities at the end of the escrowed period, partly paid securities that become fully paid, employee incentive share securities when restriction ends, securities issued on expiry or conversion of convertible securities

Entities that have ticked box 34(a)

Additional securities forming a new class of securities

Tick to indicate you are providing the information or documents

35 If the *securities are *equity securities, the names of the 20 largest holders of the additional *securities, and the number and percentage of additional *securities held by those holders

36 If the *securities are *equity securities, a distribution schedule of the additional *securities setting out the number of holders in the categories
 1 - 1,000
 1,001 - 5,000
 5,001 - 10,000
 10,001 - 100,000
 100,001 and over

37 A copy of any trust deed for the additional *securities

Entities that have ticked box 34(b)

+ See chapter 19 for defined terms.

38 Number of securities for which *quotation is sought

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39 Class of *securities for which quotation is sought

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40 Do the *securities rank equally in all respects from the date of allotment with an existing *class of quoted *securities?

If the additional securities do not rank equally, please state:

- the date from which they do
- the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment
- the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment

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41 Reason for request for quotation now

Example: In the case of restricted securities, end of restriction period

(if issued upon conversion of another security, clearly identify that other security)

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42 Number and *class of all *securities quoted on ASX (*including* the securities in clause 38)

Number	*Class

Quotation agreement

- 1 +Quotation of our additional +securities is in ASX's absolute discretion. ASX may quote the +securities on any conditions it decides.
- 2 We warrant the following to ASX.
 - The issue of the +securities to be quoted complies with the law and is not for an illegal purpose.
 - There is no reason why those +securities should not be granted +quotation.
 - An offer of the +securities for sale within 12 months after their issue will not require disclosure under section 707(3) or section 1012C(6) of the Corporations Act.
Note: An entity may need to obtain appropriate warranties from subscribers for the securities in order to be able to give this warranty
 - Section 724 or section 1016E of the Corporations Act does not apply to any applications received by us in relation to any +securities to be quoted and that no-one has any right to return any +securities to be quoted under sections 737, 738 or 1016F of the Corporations Act at the time that we request that the +securities be quoted.
 - If we are a trust, we warrant that no person has the right to return the +securities to be quoted under section 1019B of the Corporations Act at the time that we request that the +securities be quoted.
- 3 We will indemnify ASX to the fullest extent permitted by law in respect of any claim, action or expense arising from or connected with any breach of the warranties in this agreement.
- 4 We give ASX the information and documents required by this form. If any information or document not available now, will give it to ASX before +quotation of the +securities begins. We acknowledge that ASX is relying on the information and documents. We warrant that they are (will be) true and complete.

DP Cornish
Company Secretary
6 March 2009

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+ See chapter 19 for defined terms.