

8 March 2010

The Company Announcements Office  
Australian Securities Exchange

**OPTION EXPIRY NOTIFICATION**

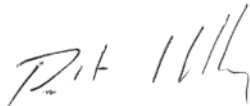
Torrens Energy Limited advises that an Option Expiry Notice has been sent to all Listed Option holders in relation to the expiry of Listed Options (ASX Code: TEYO) on 31 March 2010.

Options not exercised by 5.00pm (WST) on 31 March 2010 will automatically expire. Quotation and trading of the Options will cease on 24 March 2010 in accordance with ASX Listing Rule 6.24

A copy of the Option Expiry Notice and a letter from the Company is attached.

For any further information please do not hesitate to contact our office on 08 6380 1003.

Yours sincerely



Robert Hodby  
Company Secretary

8 March 2010

Dear Optionholder

**OPTION EXPIRY NOTICE**  
**LISTED OPTIONS EXERCISABLE AT \$0.25 EXPIRING AT 5PM WST ON 31 March 2010**

I am writing to you in relation to your holding of March 2010 options in Torrens Energy Limited (the Company) which will expire on 31 March 2010.

An Expiry Notice pursuant to the rules of the Australian Securities Exchange (ASX) is attached to this letter. The Expiry Notice contains an Application Form for the exercise of options.

The Expiry Notice sets out the number of March options that you presently hold. This is the number of March 2010 options that you may now convert, if you have not already done so, to new fully paid ordinary shares (Shares) by the payment of the exercise price of 25 cent each.

Action to be taken by option holders:

- Alternative 1: On receipt of this Notice, fill in the attached Application Form and send it to Computershare Investor Services Pty Limited before 31 March 2010, together with your cheque for the exercise price. Your new Shares will be issued to you immediately.
- Alternative 2: Sell your options. Quotation of the options will cease at the close of trading on 24 March 2010.
- Alternative 3: Do nothing. Your March 2010 Options will expire at 5pm WST on 31 March 2010.


The company has appointed BGF Capital as Corporate Adviser and RBS Morgans as Lead Manager to assist in maximizing the Company's funding associated with the expiry of the options.

Torrens Energy has maintained its position as a well funded, leading upstream geothermal explorer with advanced plans to participate in downstream developments in 2010 through its Alliance with AGL Energy Limited supported by a \$7m matching Government grant.

The Company continues to explore and expand its on-grid geothermal positions through a project-development pipeline by applying its innovative 3D-TFM exploration methodology.

We encourage you to consider exercising your options and look forward to updating you on further developments as an Ordinary Shareholder in the Company.

Yours sincerely  
Torrens Energy Limited



John Canaris  
Executive Director



# How to complete this form

## Exercise of your Options in full or part

### **A** Registration Name(s)

Your name and address as it appears on the Register of Torrens Energy Limited.

### **B** Options Exercised

Enter the number of Options you wish to exercise.

### **C** Exercise Monies

Enter the amount of exercise monies. To calculate the amount payable, multiply the number of Options exercised by the exercise price.

### **D** Payment

Make your cheque or bank draft payable to Torrens Energy Limited in Australian currency and cross it Not Negotiable. Your cheque or bank draft must be drawn on an Australian Bank.

Complete the cheque details in the boxes provided. The total amount must agree with the amount shown in box C. **Please note that funds are unable to be directly debited from your bank account.**

**Cheques will be processed on the day of receipt and as such, sufficient cleared funds must be held in your account as cheques returned unpaid may not be re-presented and may result in your Expiry Notice being rejected. Paperclip (do not staple) your cheque(s) to the Options Expiry Notice where indicated. Cash will not be accepted. Receipt for payment will not be forwarded.**

### **E** Signature(s)

You must sign the form as follows in the space provided:

Joint holding: where the holding is in more than one name all of the securityholders must sign.

Power of Attorney: to sign under Power of Attorney, you must have already lodged this document with the registry. Alternatively, attach a certified copy of the Power of Attorney to this form when you return it.

Deceased Estate: all executors must sign and, if not already noted by the registry, a certified copy of Probate or Letters of Administration must accompany this form.

Companies: where the company has a Sole Director who is also the Sole Company Secretary, this form must be signed by that person. If the company (pursuant to section 204A of the Corporations Act 2001) does not have a Company Secretary, a Sole Director can also sign alone. Otherwise this form must be signed by a Director jointly with either another Director or a Company Secretary. Please sign in the appropriate place to indicate the office held.

This is an important document and requires your immediate attention. If you are in any doubt as to how to deal with it, please consult your Financial or other Professional Advisor.

### Lodgement of Notice

Option Expiry Notices must be received by Computershare Investor Services Pty Limited Perth by no later than 5.00pm on 31 March 2010. You should allow sufficient time for this to occur. Return the Option Expiry Notice with cheque(s) attached to:

Computershare Investor Services Pty Limited  
GPO Box D182  
Perth WA 6840

**Neither CIS nor the Company accepts any responsibility if you lodge the Option Expiry Notice at any other address or by any other means.**

### Privacy Statement

Personal information is collected on this form by Computershare Investor Services Pty Limited ("CIS"), as registrar for securities issuers ("the issuer"), for the purpose of maintaining registers of securityholders, facilitating distribution payments and other corporate actions and communications. Your personal information may be disclosed to our related bodies corporate, to external service companies such as print or mail service providers, or as otherwise required or permitted by law. If you would like details of your personal information held by CIS, or you would like to correct information that is inaccurate, incorrect or out of date, please contact CIS. In accordance with the Corporations Act 2001, you may be sent material (including marketing material) approved by the issuer in addition to general corporate communications. You may elect not to receive marketing material by contacting CIS. You can contact CIS using the details provided on the front of this form or e-mail [privacy@computershare.com.au](mailto:privacy@computershare.com.au)

### Recent Share Prices on Australian Securities Exchange

Latest available market sale price of the Shares was A\$0.22 on 4 March 2010.  
Highest sale price during the 3 months preceding 4 March 2010 was A\$0.33 on 14 December 2009.  
Lowest sale price during the 3 months preceding 4 March 2010 was A\$0.20 on 9 February 2010.

**Last trading day of Options on the Australian Securities Exchange will be on 24 March 2010.**

**If you have any enquiries concerning your Option holding, please contact Computershare Investor Services Pty Limited on 1300 559 360.**

**Please return the completed form in the envelope provided or to the address opposite:**

Computershare Investor Services Pty Limited  
GPO Box D182  
Perth WA 6840  
Australia

