
**\$1.7m Raised on Options Exercise,
Supplements Cash Resources**

ASX CODE: TEY

BOARD

Dr Dennis Gee: Chairman

John Canaris: Exec. Director

David Eiszele: Director

Marcus Gracey: Director

Howard McLaughlin Director

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Torrens Energy Limited (Torrens Energy) is pleased to announce the completion of its March 2010 option exercise, raising approximately \$1.7m.

Approximately 25% of the listed options on issue were exercised at a strike price of \$0.25. With the share price ranging around the strike price over the past month, Torrens Energy is delighted with the support it has received from these option holders who chose to exercise.

With the proceeds from the option exercise, existing cash reserves are bolstered to a total of \$3.9m, which will be used to provide working capital for the continued broad scale exploration, drilling and assessment of the Company's South Australian Projects and exploration plans elsewhere.

This follows on from the award of a conditional grant of \$7m from the Australian Government Department of Resources Energy and Tourism, Geothermal Drilling Program (GDP). The matched funding will be directed towards achieving proof-of-concept at the outstanding Parachilna Geothermal Project in South Australia.

Torrens Energy plans to initiate geothermal power generation through the delineation and testing of prospective sites by deep confirmation well drilling. AGL Energy Limited has a 'first right' to earn into the project by completing a confirmation well to the target depth, for a 50/50 participating basis.

Torrens Energy Executive Director John Canaris said: "With our healthy cash position, government grant-funding in place and a downstream development partner poised, Torrens Energy remains a strong player in the Australian geothermal scene. Your ongoing shareholder support for our plans is greatly appreciated"

Please find attached Appendix 3B stating the final options that were exercised, as well as the current share capital of the company. Torrens advises that all of its unexercised Listed Options expired on the 31 March 2010.

Yours sincerely

John Canaris
Executive Director

