



## ASX Announcement

**13 November 2009**

### **\$50 million capital raising to accelerate development strategies**

The Directors of Bow Energy Ltd (Bow) are pleased to announce that Bow has entered into binding commitments to raise a minimum of \$50 million via:

- a placement of 32 million shares at \$1.25 per share to raise \$40 million to Institutional and Sophisticated Investors; and
- a Share Purchase Plan ("SPP") underwritten to \$10 million which will be offered to eligible Shareholders at \$1.25 per share. The SPP raising will be capped at \$37 million.

The funds raised, together with Bow's existing cash reserves, will be utilised for:

- the development of a 30 megawatt gas-fired power station to be fuelled by gas from Bow's Blackwater CSG field;
- further exploration and appraisal of the company's CSG tenements; and
- other corporate and offer costs and to provide additional working capital.

800,000 (\$1.0m) of the Placement shares are being subscribed for by entities related to Mr Stephen Bizzell and Mr Nicholas Mather, directors of Bow Energy Ltd. The issue of these shares to the director-related entities is subject to shareholder approval, to be sought in December 2009.

Bow's Managing Director Ron Prefontaine said, "we are very pleased with the strong support for the share placement by both existing and new institutional investors confirming the acceptance of Bow's development strategy and quality of its CSG acreage."

"Bow is also pleased to announce that it intends to offer eligible shareholders an opportunity to participate in the capital raising through the SPP".

"Following completion of these raisings, Bow will have up to \$95 million cash (after costs) available to put towards the company's exploration, appraisal and development plans." Prefontaine concluded.

All Bow Shareholders on record as at 7pm (Sydney time) on 19 November 2009 with registered addresses in Australia, New Zealand or Hong Kong will be eligible to participate in the SPP and subscribe for new shares worth \$2,000, \$5,000, \$10,000 or \$15,000 each at the issue price of \$1.25 per share. The SPP issue price represents a discount of 14% to the average closing price over the last five days of trading of the shares of Bow on the ASX prior to the date of this announcement. The SPP raising will be capped at \$37 million.

**ASX Code: BOW**

Recipients of shares issued under the placement will be entitled to participate in the SPP.

The SPP has been underwritten by Wilson HTM Corporate Finance Ltd to \$10 million. Wilson HTM Corporate Finance Ltd also managed the placement to institutional and professional investors. Shareholder approval will be sought for the participation by Wilson HTM Corporate Finance Ltd as underwriter of the SPP.

The key indicative dates for the SPP are as follows:

<b>Last day of trading to be on the register at the Record Date</b>	<b>Monday 16 November 2009</b>
Shares commence trading on ASX on an ex basis	Tuesday 17 November 2009
Record Date of the SPP	Thursday 19 November 2009 (7pm Sydney time)
Despatch of SPP documents	Monday 23 November 2009
Opening Date of the SPP	Tuesday 24 November 2009 (9am Brisbane time)
Closing Date of the SPP	Friday 11 December 2009 (5pm Brisbane time)
Shortfall Applications and funds received from the underwriters of the SPP (in the event of a shortfall)	Thursday 17 December 2009
Issue and Allotment of new shares under the SPP	Friday 18 December 2009

For and on behalf of the Board  
Duncan Cornish  
Company Secretary

For further information contact:

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