

14 July 2009

Company Announcements Office
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MARKET ANNOUNCEMENT

Bowen Energy Limited

(ASX: BWN)

Take Over Bid and Exploration Update

The independent directors of Bowen Energy limited advise that an on market bid by Bhushan Steel (Australia) Pty Ltd for all ordinary shares in Bowen Energy was received by the company, on Friday afternoon.

A price of \$0.14 per fully paid ordinary share has been put forward as the offer price. The company is in the process of preparing a target statement, in regard to this offer.

We have contacted WHK Horwath Corporate Finance Limited and asked them to provide an opinion in respect to this offer in light of their previous report of 31 March 2009 which valued the shares in a range of 8.13cents to 11.37cents per share.

Bhushan has given the company an undertaking of continued funding for operational activities, with the current drilling program at Blackwater South Project continuing.

As of Friday the operational activities at the Katrina Prospect within EPC1045 had completed 7 bore holes of the planned program, including two cored holes for a total of 3489m. Hole locations are displayed in Figure 1 including locations from 2008 drilling (bore holes SH04, SH05, SH010A,B,C).

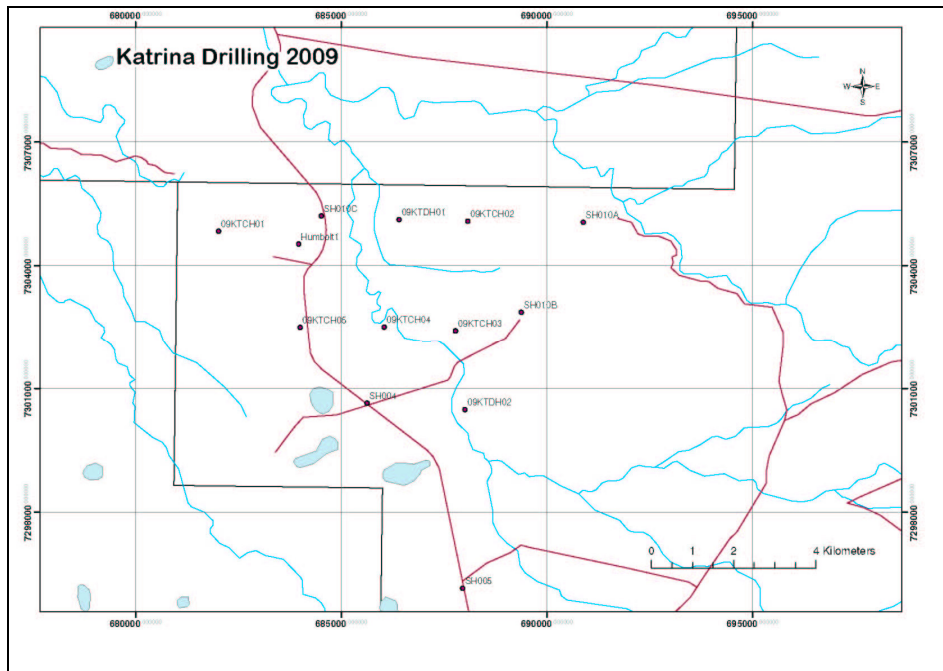


Figure 1. Bore hole locations Katrina prospect.

All holes have been successfully geophysically logged. This logging indicates a number of coal seams are present in the area. Whilst correlation of the logging is required, two coal seams appear to exist below 370m from surface in the west increasing to in excess of 520m in the east and south of the prospect area. The seams display internal variation including partings and splitting which is making correlation difficult across the prospect. Both seams appear to vary from 0.9m to approximately 2.5m gross thickness, and include a number of shale partings within the seams. Again individual seams are subject to final correlation.

So far 14 samples of HQ core of coal seams have been dispatched for coal quality testing. However no analytical results from this core sampling have been received by the company to date. Results from the drilling program will be released as soon as possible.

For further information contact:
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The information in this report that relates to exploration results is based on information compiled by Mark Sheppard MSc, who is a member of the Australasian Institute of Mining and Metallurgy.

Mr Sheppard, MSc, MAusIMM, MAAG is a geologist with twenty-two years exploration experience in a number of different commodities and geological regions with in Australia. He is a full time employee of Bowen Energy Limited. Mr Sheppard has sufficient experience which is relevant to the style of mineralization and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of exploration results, mineral resources and ore reserves'.

Mr Sheppard consents to the inclusion in the report of the matters based on their information in the form and context in which it appears.