

OTIS ENERGY LIMITED

A.C.N. 075 419 715

ASX: **OTE**, **OTEO** and **OTEOA**

OTE: 1,154,564,508
OTEO: 186,049,962
OTEOA: 722,280,783

DIRECTORS

Mr Harry Hill
Chairman

Mr Barnaby Egerton-Warburton
Managing Director

Mr Winton Willesee
Non-Executive Director
Company Secretary

REGISTERED OFFICE

Suite 25,
145 Stirling Highway
Nedlands, Western Australia
Australia 6009

US OFFICE

7557 Rambler Rd, Suite 970
Dallas, Texas 75231

CONTACT DETAILS

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PLACEMENT OFFER TO OPTION HOLDERS

Otis Energy Limited (ASX: OTE) is pleased to advise that the Company will undertake a placement offer to its optionholders (**Placement Offer**), being holders of both listed (ASX: OTEO and OTEOA) and unlisted options. (**Options**).

Under the Placement Offer, each eligible Optionholder will have the right to subscribe for one (1) new option to acquire a fully paid ordinary share in the Company (**Placement Offer Option**) for every two (2) Options held as at the Record Date which will be on or after 1 July 2013 (to be advised).

Each Placement Offer Option will have an issue price of \$0.0001, be exercisable at \$0.004 and will expire on 1 December 2015. The Company will apply for quotation of the Placement Offer Options on ASX.

In recognition of the nature of the Placement Offer price, Optionholders who hold less than 1,000,000 options will be entitled to apply for 1,000,000 Placement Offer Options.

The Placement Offer will be made pursuant to a prospectus to be lodged with the Australian Securities and Investments Commission and the Company intends to hold a general meeting of its shareholders in late July at which it will seek approval to grant the Placement Offer Options, including those to be issued to related parties of the Company in their capacities as existing Optionholders.

A notice of meeting to convene a meeting to seek the relevant shareholder approvals, including full details of the Placement Offer, will be despatched to shareholders in due course.

The Company is also pleased to advise that it has agreed with Oil and Gas Exploration Limited (OGE) that, subject to shareholder approval, it will make an offer to OGE of options (with identical terms to the Placement Offer Options) at the same offer price as that being offered under the Placement Offer. The number of options offered will be that number required such that immediately after the grant OGE holds a similar proportion of this new stream of options as it does fully paid shares in the Company.

The Company has also agreed, subject to shareholder approval, to issue OGE 79 million ASX: OTEO options such that OGE holds a similar proportion of this stream of options as it does fully paid shares in the Company.

For more information contact;
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