



45 VENTNOR AVE  
WEST PERTH  
WESTERN AUSTRALIA 6005  
TELEPHONE: +618 9429 8874  
FACSIMILE: +618 9389 4462  
ABN 51 000 753 640

25 September 2006

Company Announcements  
Australian Stock Exchange Ltd

### **DESPATCH OF PROSPECTUS AND ENTITLEMENT FORMS**

Lion Energy Limited has completed the despatch of the prospectus issued on 8 September 2006 for a pro-rata non-renounceable rights issue of 3,046,124,356 New Shares on the basis of one (1) New Share for every one (1) Share held on the Record Date of 19 September 2006 at an issue price of \$0.0035 per New Share together with serially numbered entitlement and acceptance forms to those persons entitled to participate.

Jack Toby  
Company Secretary