



15 RHEOLA ST, WEST PERTH
WESTERN AUSTRALIA 6005
PO BOX 512, WEST PERTH
WESTERN AUSTRALIA 6872
TELEPHONE: +618 9213 4300
FACSIMILE: +618 9213 4311
ABN 51 000 753 640

6 July 2011

Company Announcements
ASX Limited

Expiry of Options

Lion Energy Limited (“LIO”) has 31,000,000 quoted options on issue that are exercisable at 35 cents each and expire on 31 August 2011 (“Options”). These Options are quoted under the ASX code “LIOO”.

Each Option entitles the holder to acquire one ordinary share in LIO for 35 cents each. However, the last sale price for ordinary shares in LIO is 2.9 cents on 30 June 2011.

The lowest price at which ordinary shares in LIO have traded over the last 3 months is 2.6 cents on 24 June 2011. The highest price at which ordinary shares in LIO have traded over the last 3 months is 4.2 cents on 18 April 2011.

Quotation of these Options on the Australian Securities Exchange ends at the close of trading on 24 August 2011. There is no underwriting agreement with respect to the exercise of these Options.

To exercise these options either wholly or in part, an appropriate notice of exercise of the relevant options together with payment of 35 cents (\$0.35) for each option exercised, must be received by LIO at its address, Ground Floor, 15 Rheola St, West Perth WA 6005 Australia, by 5pm WST on 31 August 2011. For each option exercised, the optionholder will be allotted one Ordinary Share in the capital of LIO. Options not exercised by 5pm WST on 31 August 2011 will lapse.

The ASX has granted LIO a waiver from ASX Listing Rule 6.24 to the extent necessary to permit LIO not to send the notices to optionholders required by paragraph 6.1 of ASX Appendix 6A in relation to these Options. Consequently, an option expiry notice will not be sent to holders of these Options.

Jack Toby
Company Secretary