



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

21 November 2006

Company Announcements  
Australian Stock Exchange Ltd

## CAPITAL CONSOLIDATION

On 20 November 2006, Lion Energy Limited shareholders approved a capital consolidation on a 1 for 100 basis.

Consequently, trading in Lion Energy shares on the ASX is now on a post-consolidation basis with deferred settlement, under the ASX code "LIODC".

Holding statements reflecting the post consolidation position are expected to be despatched to shareholders on 4 December 2006. Assuming that holding statements are in fact despatched on that date then trading will return to the ASX code "LIO" on 5 December 2006.

The full timetable for the Capital Consolidation is as follows:

20 November 2006	Shareholder approval.
21 November 2006	Trading commences in the reorganised securities on a deferred settlement basis.
27 November 2006	From this date, the Company may not register transfers on a pre-consolidation basis. In the case of certified holdings, last day for the Company to register transfers on a pre-consolidation basis.

28 November 2006	First day for the Company to send a notice to all Shareholders and first day for the Company to register securities on a post-consolidation basis. First day for uncertificated security holding statements for the Shares to be issued to Shareholders. From this date, the Company rejects transfers accompanied by a certificate that was issued before the consolidation.
4 December 2006	Despatch date. Deferred settlement market ends. Last day for the Company to send notice to all Shareholders. Last day for securities to be entered into the holders' security holdings.

Jack Toby  
Company Secretary