



24 February 2011

Manager Announcements
Company Announcements Office
Australian Securities Exchange
10th Floor, 20 Bond Street
SYDNEY NSW 2000

ASX ANNOUNCEMENT
NOTICE UNDER SECTION 708A(5) OF THE CORPORATIONS ACT
[ASX Code: CEL]

This notice is given under paragraph (5)(e) of section 708A of the Corporations Act.

The following securities of Challenger Energy Limited ("the Company") will be issued without disclosure to investors under Part 6D.2 of the Corporations Act:

Type:	Ordinary shares	Options
Class/Description:	Ordinary fully paid shares	Options to subscribe for Ordinary fully paid Shares at an exercise price of 20 cents on or before 30 June 2012
Date of Issue:	On or about 24 February 2011	On or about 24 February 2011
Number Issued:	48,810,390	27,650,000
Issue Price per Security	Settlement of \$2.3 million in loans plus interest at an issue price of 8.5 cents per share; and settlement of \$1.1 million in loans plus interest at an issue price 14 cents per share;	Free attaching – issued pursuant to loan agreement

The Company has applied to ASX Limited for quotation of the above shares.

As at the date of this notice, the Company has complied with:

- (a) the provisions of Chapter 2M of the Corporations Act as they apply to the Company; and
- (b) section 674 of the Corporations Act.

Other information which is excluded information required to be disclosed under paragraph (6)(e) of section 708A of the Corporations Act: None.

For and on behalf of Challenger Energy Limited

A handwritten signature in black ink, appearing to read "Adrien Wing".

Adrien Wing
Company Secretary

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