
ASX ANNOUNCEMENT, 9 AUGUST 2007

Torrens Energy to Commence Drilling

HIGHLIGHTS

- Torrens has signed an exploration drilling contract.
- Drilling is scheduled to commence in early October 2007.
- Initial drilling at Torrens and Barossa-Clare Project Areas.
- Environmental and Land Access Permitting Processes are underway.
- PACE Grant of \$100,000 to be used in Barossa-Clare drilling.

SUMMARY

Torrens Energy Ltd is pleased to announce that it signed a drilling contract with Underdale Drillers Pty Ltd this week, with drilling scheduled to commence in early October 2007. Initial drilling will be focussed on the Company's Torrens and Barossa-Clare Project areas located in South Australia. This drilling activity will form the first stage of the Company's detailed heat flow exploration programme which is targeting 'hot rocks in the heart of infrastructure'.

"We are very excited about commencing this significant exploration drilling programme that will test for the first time the true nature of the South Australian Heat Flow Anomaly", said Torrens Energy Chief Executive, Chris Matthews, "We are grateful for the recognition that the South Australian Government has given to our project through the PACE Grant funding, and we are optimistic about discovering commercially viable geothermal resources in the heart of infrastructure."

The associated Environmental and Land Access Permit process is well underway and it is anticipated to be completed prior to the commencement of drilling.

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