

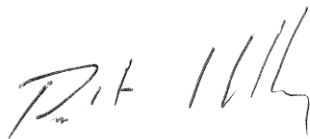
20 December 2010

Australian Securities Exchange

CANCELLATION OF EMPLOYEE OPTIONS

Torrens Energy Limited advises that 2,930,000 unlisted employee options have been cancelled in accordance with the Rules of the Employee Share Option Plan.

Yours sincerely



Robert Hodby
Company Secretary
Torrens Energy Limited