

PETSEC ENERGY LTD

ACN 000 602 700

1 September 2009

The Company Announcements Office
Australian Stock Exchange
20 Bridge Street
Sydney NSW 2000

Dear Sirs,

Cancellation of Employee Options

Please be advised that the Company has cancelled the following options effective today:

37,500 (PSAAY) – Exercise price of \$1.25

The total number of options on issue is now 5,738,500.

Yours faithfully

A handwritten signature in black ink, appearing to read 'Paul Gahdmar', with a long horizontal flourish extending to the right.

Paul Gahdmar
Group Financial Controller & Company Secretary