

PETSEC ENERGY LTD

ACN 000 602 700

4 May 2010

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:

150,000 (PSAAQ) – Exercise price of \$1.60

60,000 (PSAAI) – Exercise price of \$0.20

220,000 (PSAAQ) – Exercise price of \$0.23

The total number of options on issue is now 6,275,500.

Yours faithfully

Paul Gahdmar
Group Financial Controller & Company Secretary