



ACN 119 057 457

AUSTRALIAN STOCK EXCHANGE ANNOUNCEMENT

16 OCTOBER 2008

**ISSUE AND LAPSE OF OPTIONS TO ACQUIRE ORDINARY FULLY PAID
SHARES PURSUANT TO THE FISSION ENERGY EMPLOYEE SHARE OPTION
PLAN**

Fission Energy Ltd ("the Company") announces that it has issued 500,000 options in the Company, free of charge, each to acquire one fully paid ordinary share in the Company ("the Options") as per the terms and conditions of the Company's Employee Share Option Plan and as set out below:

1. The vesting dates for the Options are:
 - a. as to 100,000 Options ("the First Vested Option"), the date of the grant of the options (the "First Vesting Date");
 - b. as to 100,000 Options ("the Second Vested Options"), 26 May 2009 (the "Second Vesting Date");
 - c. as to 100,000 Options ("the Third Vested Options"), 26 May 2010 (the "Third Vesting Date").
 - d. as to 100,000 Options ("the Fourth Vested Options"), 26 May 2011 (the "Fourth Vesting Date").
 - e. as to 100,000 Options ("the Fifth Vested Options"), 26 May 2012 (the "Fifth Vesting Date").
2. The Options will be exercisable at any time after they have vested and prior to 26 May 2013 at an exercise price of 19 cents.

The Options were issued to Company Employees free of charge under the terms and conditions of the Employee Share Option Plan. Accordingly no funds were raised by the issue.

The Company also announces that 500,000 options in the Company issued to Company Employees free of charge under the terms and conditions of the Employee Share Option Plan in June 2007 have now lapsed.

A handwritten signature in black ink, appearing to read "R Buscall", is positioned above the typed name of the Company Secretary.

Raymond F Buscall
Company Secretary