

TALON ENERGY LIMITED

Building a Diversified Energy Company

Annual General Meeting

Laying the foundations for success

May 2021



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Competent Persons Statement. The information in this report that relates to Prospective Resource information in relation to the Skymoos and Rocket, Vantage, Thelma, Louise and Buffalo Prospects are based on information compiled by Mr Graham Dore and Mr Paul Young. Mr Dore and Mr Young are each consultant to the Company. Information in this report that relates to Prospective Resource information in relation to the Walyering Prospect and Contingent Resource information in relation to Ocean Hill is based on Prospective Resource and Contingent Resource information compiled by Strike Energy Limited, the operator both EP447 and EP495. Information in this report that relates to Prospective Resource that relates to the Condor Structure is based on information compiled by Mr John Begg and Mr John Lamberto, both consultants to the Company. This information was subsequently reviewed by Mr David Casey BSc (Hons), who has consented to the inclusion of such information in this report in the form and context in which it appears. Mr Casey is a director of the Company, with approximately 30 years relevant experience in the petroleum industry and is a member of The Society of Petroleum Engineers (SPE), the Australian Institute of Mining and Metallurgy (AusIMM) and the Petroleum Exploration Society of Australia. The resources included in this report have been prepared using definitions and guidelines consistent with the 2007 Society of Petroleum Engineers(SPE)/World Petroleum Council(WPC)/American Association of Petroleum Geologists(AAPG)/Society of Petroleum Evaluation Engineers (SPEE) Petroleum Resources Management System (PRMS).The resources information included in this report are based on, and fairly represents, information and supporting documentation reviewed by Mr Casey. Mr Casey is qualified in accordance with the requirements of ASX Listing Rule 5.41 and consents to the inclusion of the information in this report of the matters based on this information in the form and context in which it appears.

The last 12 months...

Talon has assembled an enviable portfolio of assets

- Farmed into 45% of [Walysing discovery](#) with Strike Energy (STX)
- Acquired Right of First Refusal (ROFR) on [Ocean Hill Prospect](#) with STX
- Acquired 100% of the (P50) 408BCF Prospective Resource [Condor Prospect](#)
- Farmed into 33% of potential multi-TCF Mongolian [Gurvantes Coal Seam Gas \(CSG\) Project](#)
- Acquired 3 additional North Sea licences and have re-engaged with potential farmin partners



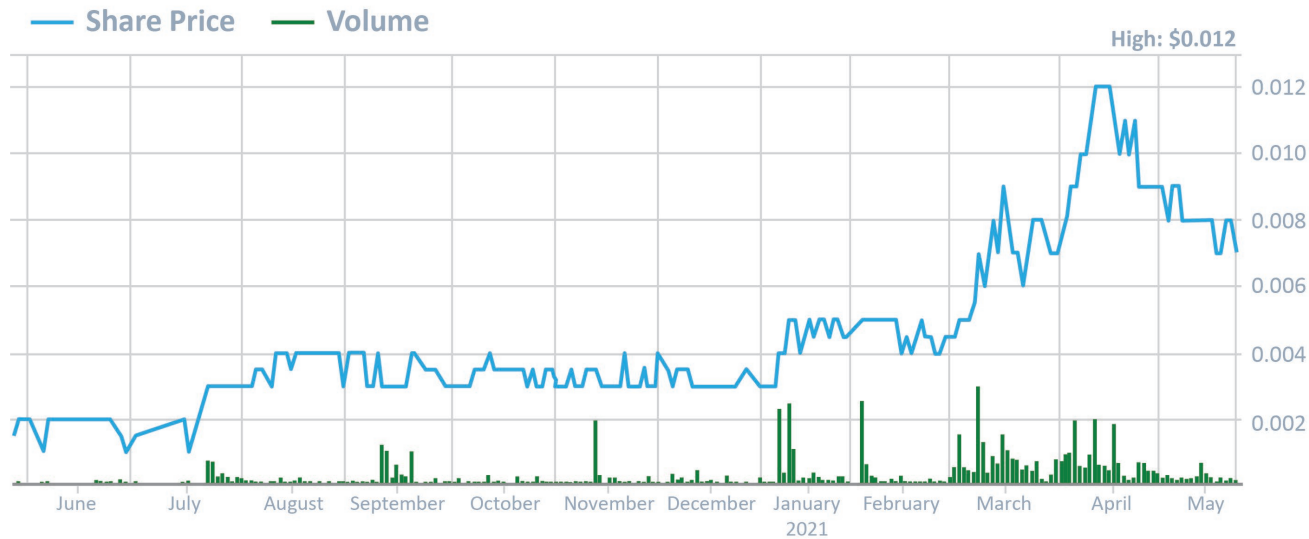
The last 12 months have been truly transformative for Talon

The last 12 months...



The foundations are in place for success

- Raised over \$10M to fund drilling programs in the Perth Basin and Mongolia
- Market cap has grown from around \$2M to as high as \$70M
- Share price has increased from \$0.001 to \$0.012
- There is broad market and shareholder support for company strategy
- There are a number of near term catalysts that should see a significant re-rating of Talon

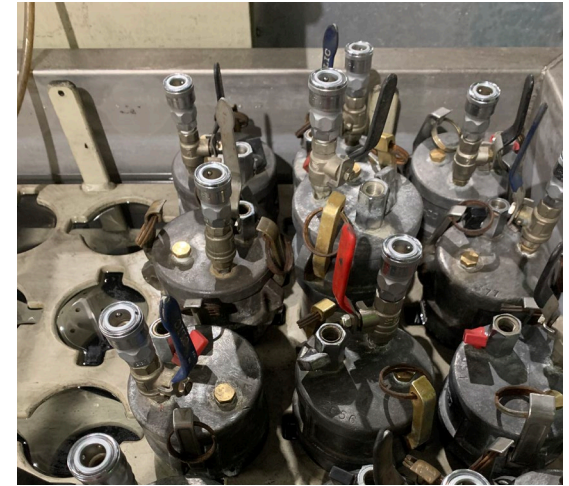


With a fully funded program Talon is ideally placed to take the next step

The next 12 months...

There are several near-term catalysts

- Despite delays associated with recent COVID lockdowns in Mongolia still expecting award of Production Sharing Agreement (PSA) within next 4 to 6 weeks
- Notwithstanding the delay to the PSA, planning has continued and **equipment shipped** to keep Mongolian work program on schedule
- Anticipate **multi-TCF initial Prospective Resource** as soon as PSA is awarded
- Drilling and testing program to see Mongolia's **largest Contingent Resource booked by end 2021**



Gas content cannisters being prepared for shipment from Australia to Mongolia



The 2021 program will represent most efficient return on capital per Contingent resource “booked”

The next 12 months...

There are several near-term catalysts

- Drilling at Walyering still on track for back end of 3rd quarter this year
- Significant re-rate for much larger Condor project on successful Walyering result
- Condor has a (P10) upside of **in excess of 700BCF**

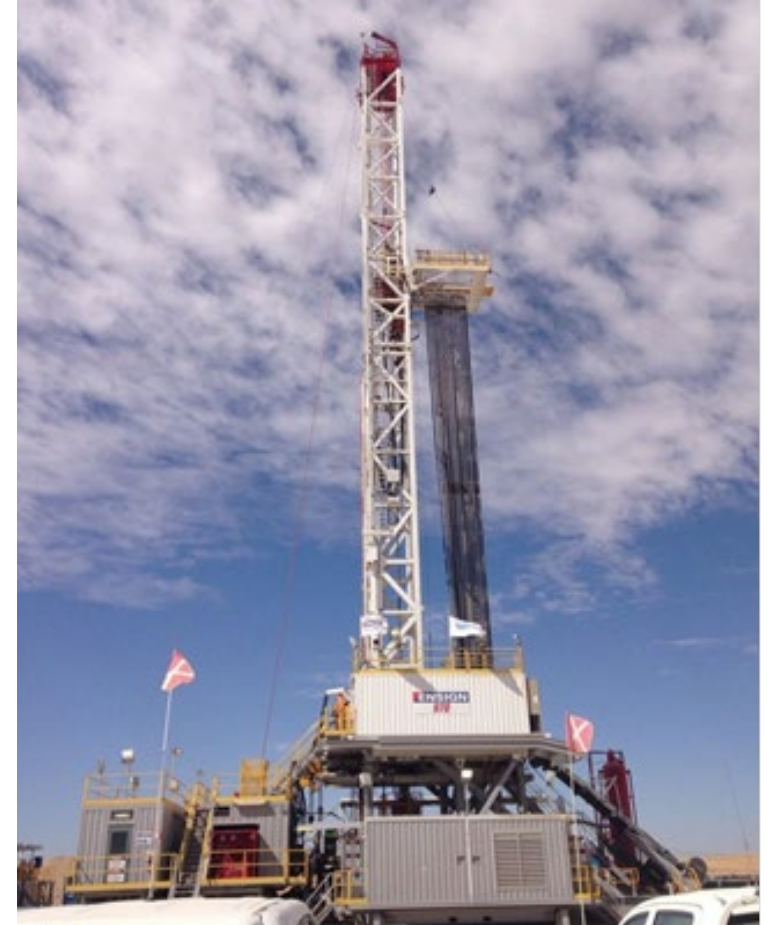
Net Talon Prospective Gas Resource (bcf)*

Low (P90)	Best (P50)	High (P10)
202	408	710

Net Talon Prospective Condensate Resource (mmbbls)*

Low (P90)	Best (P50)	High (P10)
9.5	20.2	39

*For more information on Prospective Resources, refer to ASX announcement dated 17 March 2021. Talon confirms that it is not aware of any new information or data that materially effects the information included in that announcement and that all material assumptions and technical parameters underpinning the estimates contained in that announcement have not materially changed and continue to apply. The estimated quantities of petroleum that may potentially be recovered by the application of future development projects relate to undiscovered accumulations. These estimates have both an associated risk of discovery and a risk of development. Further appraisal and evaluation is required to determine the existence of a significant quantity of potentially moveable hydrocarbons.



Talon has laid the foundations for success...

There is gas in them coals...

But don't do this at home...or in Mongolia for that matter!



A clear advantage and point of differentiation for Talon & Telmen is their coals are fully gas saturated

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