

Cleansing Notice

Talon Energy Ltd (Talon or the Company) refers to the issue of the following Fully Paid Ordinary Shares (**Shares**) in the Company announced today:

1. 85,357,144 Shares issued today, 9 December 2022 at an issue price of \$0.14 per Share to shareholders subscribed to the placement, and utilising the Company's existing placement capacity under Listing Rule 7.1 (41,357,144 Shares) and Listing Rule 7.1A (44,000,000 shares).

Pursuant to section 708A(5)(e) of the Corporations Act 2001 (Cth) (**Corporations Act**), the Company gives notice that:

- (a) the Company issued the Shares without disclosure under Part 6D.2 of the Corporations Act;
- (b) as at the date of this Notice, the Company has complied with the provisions of Chapter 2M of the Corporations Act as they apply to the Company;
- (c) as at the date of this Notice, the Company has complied with section 674 of the Corporations Act as it applies to the Company; and
- (d) as at the date of this Notice, other than as set out below, there is no information:
 - (i) that has been excluded from a continuous disclosure notice in accordance with the ASX Listing Rules; and
 - (ii) that investors and their professional advisers would reasonably require for the purpose of making an informed assessment of:
 - A. the assets and liabilities, financial position and performance, profits and losses and prospects of the Company; or
 - B. the rights and liabilities attaching to the Shares.

Pursuant to section 708A(6)(e) of the Corporations Act, the Company provides the following additional information, which had previously been excluded from disclosure relying on the continuous disclosure exemption in Australian Securities Exchange (ASX) Listing Rule 3.1A for incomplete proposals and negotiations in relation to a proposed loan facility agreement that remains confidential:

The Company is in negotiations in respect of a potential loan facility agreement and separately, potential convertible note facilities, in order to secure funding to be applied towards the Company's Walyering Project. No binding documents have been executed in respect of either of these potential alternatives.

The Company cautions investors that no investment decision should be made on the basis of any potential facility agreement being executed. The Company will provide further details in the event that negotiations complete in respect of any of these alternatives and if and when binding agreements are executed.

This Announcement is authorised for release by Managing Director Colby Hauser.

For further information, please contact:

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