



UPDATE - OPTION FOR SALE OF AUSTRALIAN GOLD ASSETS

Talga Resources Ltd

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Corporate Information

ASX Code **TLG/TLGO**

Shares on issue **138.36m**

Options (unlisted) **11.90m**

Options (listed) **7.71m**

Company Directors

Keith Coughlan

Non-Executive Chairman

Mark Thompson

Managing Director

Grant Mooney

Non-Executive Director

Talga Resources Ltd (ASX: TLG) ("Talga" or "the Company") confirms that it has been informed by Caledonian Capital Ltd ("Caledonian") that it will not exercise its option to purchase Talga's Australian gold assets.

Talga executed a binding heads of agreement ("HoA") with Caledonian (see ASX 6th Feb 2015) which, amongst other things, formalised a 90-day due diligence period in relation to the purchase of Talga's Australian gold assets comprising Bullfinch, Mosquito Creek, Talga Talga and Warrawoona (collectively the "Projects" and see Fig 1). Caledonian paid a non-refundable AUD\$50,000 deposit at execution of the HoA.

Managing Director, Mark Thompson commented "*We understand Caledonian's circumstances and Talga is now in position to move forward again to realise value from our Australian gold assets. We will now progress discussions with other interested parties for the divestment of these projects*".

The Projects consist of early to advanced exploration stage deposits with high grades of gold evidenced in surface sampling and/or drilling. Highlights to date include previously published (TLG Prospectus 25 May 2010 and ASX:TLG release 25 Nov 2010) drilling intercepts of 7m @ 14.4g/t Au, 3m @ 24.8g/t Au at Talga Talga, 8m @ 8.5g/t Au at Warrawoona and the discovery of gold-tellurium-bismuth zones at Bullfinch, where surface samples return up to 107.5g/t Te, 34.6g/t Au and 0.2% Bi.

For further information, please contact:

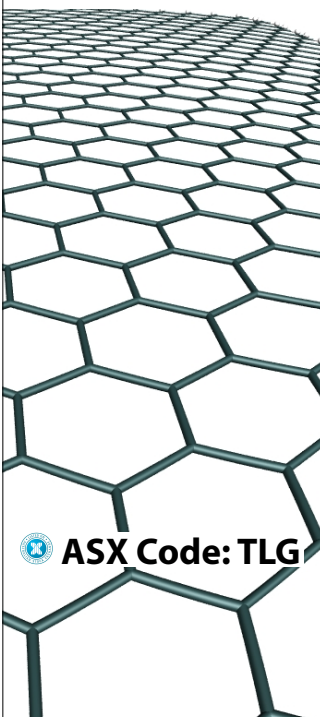
Talga Resources Ltd.

Mark Thompson

Managing Director

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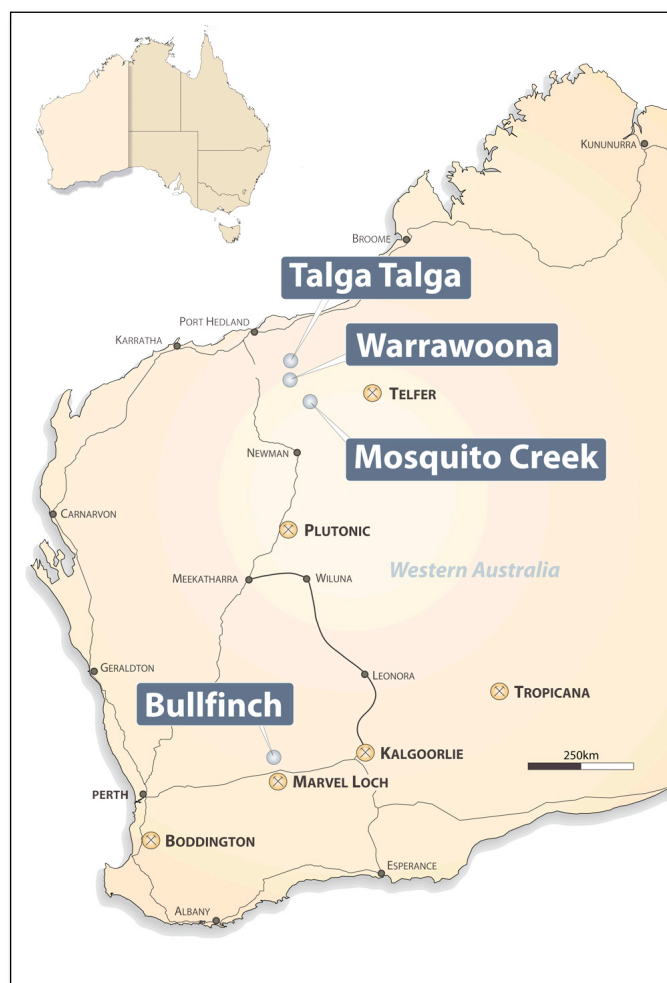
About Talga

Talga Resources Limited ("Talga") (ASX: TLG) is a Perth headquartered high tech materials company with its own source of integrated supply from multiple advanced and high grade graphite projects in northern Sweden. The flagship project "Vittangi" is at development stage and like the rest of the projects, benefits from established high quality infrastructure including proximity to grid power, road, rail and ports.

Two of the five graphite projects have unique mineralisation that allows graphite and graphene to be liberated at the same time in a ground breaking and highly cost effective way. The graphene produced is of a high quality and suitable for a range of large volume composite and additive applications as well as technology and energy applications.

Talga's legacy non graphite assets in Sweden and Australia, including a cobalt-rich IOCG deposit, are all to be commercialised to provide funds for the core graphite-graphene projects.

Fig 1 Talga's 100% owned Australian gold project locations.



Competent Person's Statement

The information in this report that relates to Exploration Results is based on information compiled and reviewed by Mr Mark Thompson, who is an employee of the Company and a member of the Australian Institute of Geoscientists and Mr Simon Coxhell, a consultant to the Company and a member of the Australian Institute of Mining and Metallurgy. Mr Thompson and Mr Coxhell have sufficient experience which is relevant to the activity which is being undertaken to qualify as a "Competent Person" as defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, mineral Resources and Ore Reserves" ("JORC Code"). Mr Thompson and Mr Coxhell consent to the inclusion in the report of the matters based on this information in the form and context in which it appears.