

25 May 2015

The Company Announcements Officer
Australian Stock Exchange Limited
Level 4
20 Bridge Street
SYDNEY NSW 2000

NOTIFICATION UNDER SECTION 708AA(2)(F) OF THE CORPORATIONS ACT 2001

Tlou Energy Limited ("**TOU**") has today announced a non-renounceable pro rata entitlement offer of 4 new fully paid ordinary shares in TOU ("**New Shares**") for every 15 TOU shares held at 7:00pm (AEDT) on Friday 29 May 2015 by shareholders in TOU ("**Shareholders**") with a registered address in Australia and New Zealand and any other jurisdiction TOU has decided to make offers ("**Entitlement Offer**").

TOU gives notice under section 708AA(2)(f) of the *Corporations Act 2001* (Cth) ("**Corporations Act**") as notionally modified by the Australian Securities and Investments Commission Class Orders 08/35 and 07/571 ("**Class Orders**") that:

1. the new shares will be offered without disclosure to investors under Part 6D.2 of the Corporations Act as notionally modified by the Class Orders;
2. as at the date of this notice, TOU has complied with:
 - (a) the provisions of Chapter 2M of the Corporations Act as they apply to TOU; and
 - (b) section 674 of the Corporations Act;
3. as at the date of this notice, there is no excluded information of the type referred to in sections 708AA(8) and 708AA(9) of the Corporations Act, to be disclosed under section 708AA(7)(d) of the Corporations Act as notionally modified by the Class Orders;
4. the potential effect that the issue of New Shares will have on the control of TOU, and the consequences of that effect, will depend on a number of factors, including investor demand. However, given the structure of the Entitlement Offer as a pro-rata issue, it is not expected to have any material effect or consequence on the control of TOU.

If all shareholders eligible to participate in the Entitlement Offer take up their entitlement to New Shares under the Entitlement Offer, there will be no significant effect on the control of TOU.

However, to the extent that any eligible shareholder fails to take up their entitlement to New Shares under the Entitlement Offer, that shareholder's percentage holding in TOU will be diluted by those other shareholders who take up some or all of their entitlement.

Yours Faithfully

Tlou Energy Ltd

A handwritten signature in blue ink, appearing to read 'S. Rodgers', followed by a period.

STEPHEN RODGERS

Company Secretary