



Tlou Energy Limited  
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[www.tlouenergy.com](http://www.tlouenergy.com)

25 May 2015

Dear Option Holder

**RE: TLOU ENERGY LIMITED NON-RENOUNCEABLE ENTITLEMENT OFFER  
NOTICE TO OPTION HOLDERS UNDER ASX LISTING RULES**

Tlou Energy Limited (Tlou) today announced that it will raise approximately \$5.5million through a 4 for 15 non-renounceable pro rata entitlement offer (Entitlement Offer) at an issue price of 14 cents per new share.

The proceeds from the Entitlement Offer will be used to fund the Company's exploration and appraisal activities for 2015 and provide for additional working capital. The net proceeds of the Offer will be used to fund Tlou's expanded pilot drilling operations at the Lesedi CBM Project in 2015 including:

- Up to 2 single horizontal pilot pods at Selemo (flanking existing pilot well)
- Dewatering and testing operations
- Potential single vertical well (Selemo step-out)
- Corporate costs and working capital

The Entitlement Offer is expected to raise up to approximately \$5.5 million, and is being underwritten by [Morgans Corporate Limited].

The Entitlement Offer entitles eligible shareholders to subscribe for four (4) new shares for every fifteen (15) existing Tlou ordinary shares held as at 7:00pm (AEDT) on Friday 29 May 2015 (Record Date).

**Your options do not entitle you to participate in the Entitlement Offer.**

The purpose of this letter is to give you notice prior to the Record Date that you have an adequate opportunity to exercise all or some of the options that you hold by the Record Date allowing you to participate in the Entitlement Offer in respect to the shares that issue upon the exercise of the options.

The New Shares will be fully paid and rank equally with the Company's existing shares. The Entitlement Offer will be open for acceptance by eligible shareholders from Wednesday 3 June 2015 to 5pm AEST on Monday 22 June 2015 subject to any variation of the timetable by the Company in accordance with the ASX Listing Rules and the Corporations Act 2001 (Cth).

Accordingly, if you wish for some or all of the shares underlying your options to be accounted as part of your entitlement under the Entitlement Offer, you will need to exercise that portion of your vested and exercisable options for which you wish to participate and

pay the current exercise price for them so that those shares are issued to you before the Record Date for the Entitlement Offer.

If you choose to participate in the Entitlement Offer by exercising some or all of your options prior to the Record Date, you will be sent an offer booklet and personalised entitlement and acceptance form containing important information about the Entitlement Offer.

A copy of the Offer Booklet and Announcement detailing the terms of the Entitlement Offer was lodged on the Company's ASX website at [www.asx.com.au](http://www.asx.com.au) and Tlou's website at [www.tlouenergy.com](http://www.tlouenergy.com) on Monday 25 May 2015.

If you do not wish to participate in the entitlement offer (in respect of your options) you do not need to take any action.

Before deciding whether to exercise all or any of your options, you should consider the terms of the entitlement offer carefully and consult with your professional advisor if necessary.

Should you have any queries in relation to this matter please do not hesitate to contact the writer on (07) [ ].

Yours Faithfully  
**Tlou Energy Limited**

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

STEPHEN RODGERS  
Company Secretary