

Walying Production Licence Granted

- Production Licence L23 for the Walying Gas Project granted by DMIRS.
- Upstream facility construction program on schedule, procurement program 98% complete, with offsite fabrication 65% complete.

Talon Energy Ltd (Talon or the Company) is pleased to announce that the WA Department of Mines, Industry, Regulation and Safety (DMIRS) has granted Production Licence L23 to EP447 Joint Venture Partners Talon (45%) and Strike Energy Limited (55% and operator).

The grant of the Production License is a key approval required for the development of the Walying gas field and has been obtained in line with the Joint Venture's scheduled timeframes.

Walying Development Update

The procurement program for the upstream facility is now ~98% complete, with offsite fabrication ~65% completed. The upstream facility remains on budget and on schedule for commissioning and start up by the end of Q1/23.

Final sliding-sleeve well completion equipment for the Walying-5 and Walying-6 wells, which will enable the management of production from the various reservoirs, has arrived, with the workover rig expected to mobilise to site in mid-February to undertake the well completions in preparation for the commencement of production.



Above: Fabrication of Heat Exchanger for Walying upstream facility and arrival of solar package to power the facility

Talon's Managing Director & CEO, Colby Hauser, commented: *"With the gas sales agreement recently finalised, the project continues to complete major milestones at pace. The grant of the Walying Production Licence is a key approvals milestone in Walying's development pathway. To date, all approvals have been granted in line with expectations and previous guidance. Additionally, the development and construction work is on schedule, with the well completions for both the Walying 5 and 6 wells scheduled to commence in February, and offsite fabrication of the upstream processing facility now 65% complete. Talon is pleased with the progress of the project to date, and we look forward to welcoming the near-term free cashflow generated from production of the field."*

This Announcement was authorised for release by the Board.

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