

Talga Loyalty Options FAQ

This information is a selective overview only. The Loyalty Offer is governed by the terms and conditions in the Prospectus. The Board urges you to read the Prospectus carefully and in its entirety, together with announcements made by the Company to ASX. The Prospectus can be accessed at <https://investor.automic.com.au/#/home>.

If you are uncertain whether participation is suitable for you, you should consult your financial adviser. The Board recommends you obtain your own financial advice in relation to the Prospectus.

What is the Loyalty Offer?

The Loyalty Offer is a non-renounceable pro rata bonus issue of unquoted options to eligible shareholders. The Loyalty Offer is being made on the basis of one option for every eight shares held on the record date at 5.00pm (AWST) on Friday, 6 September 2024.

Why has the Loyalty Offer been undertaken?

The Board of Talga Group Ltd has undertaken a bonus issue of Loyalty Options to acknowledge Talga shareholders' support of the Company.

Are the Loyalty Options free?

Yes, the Loyalty Options are issued for no consideration. No funds will be raised under the Loyalty Offer, unless and until the Loyalty Options are exercised. The Loyalty Options have an exercise price of A\$0.55/Share.

How will the funds raised upon exercising Loyalty Options be spent?

It is currently intended that any funds raised by the exercise of the Loyalty Options will be used to strengthen the Company's balance sheet in support of pursuing the Company's strategies for growth and for general working capital.

Am I an eligible shareholder?

You are an Eligible Shareholder, subject to the restrictions outlined in the Prospectus, if you:

- were registered as a holder of Ordinary Shares as at the Record Date, being 5.00pm (AWST) on Friday, 6 September 2024
- have a registered address in Australia, New Zealand, Canada (British Columbia and Ontario provinces only), the People's Republic of China, the European Union (Croatia, Denmark, France, Germany, Ireland, Luxembourg, Netherlands and Sweden), Hong Kong, Japan, Lichtenstein, Philippines, Singapore, Switzerland, the United Arab Emirates, the United Kingdom or the United States, subject to the restrictions outlined in the Prospectus

Please note, if you are a shareholder based in the People's Republic of China, France or the United States, you must sign and submit an investor certificate before receiving the Loyalty Options.

I am a shareholder based in the People's Republic of China, France or the United States. How do I get my investor certificate?

You will need to engage with your broker around all actions related to the Loyalty Offer. Your broker may in turn need to engage with the participating Australian broker that they use to buy Australian shares.

How do I exercise my Loyalty Options?

Eligible Shareholders may exercise their Loyalty Options by following the instructions on their Options Exercise Form, which can be accessed at <https://investor.automic.com.au/#/home>.

Payment must be made directly via BPAY® (for Eligible Shareholders with a registered address in Australia) or by EFT, and be received prior to the Expiry Date. The company will not be accepting payment by cheque.

Note, if you hold Loyalty Options on behalf of someone else and are a nominee or custodian, please contact corporate.actions@automicgroup.com.au for separate lodgement instructions. If you are not a nominee or custodian, please refer to above.

Refer to Section 4.1 of the Prospectus for a summary of the terms and conditions of the Loyalty Options under the Loyalty Offer.

When can I exercise my Loyalty Options?

The Loyalty Options will expire at 5:00pm (AWST) on 13 September 2025. This date is indicative only and the Company reserves the right to vary this date and time at its discretion.

The Loyalty Options are exercisable on the 13th day of each calendar month, on or prior to the Expiry Date. A holder may exercise their Loyalty Options by lodging their Options Exercise Form with the Company at any time, however the Options Exercise Form will only become valid, and the Loyalty Options will only be exercised, on the relevant 13th day of each calendar month, on or prior to the Expiry Date.

Is the Loyalty Offer underwritten?

No, the Loyalty Offer is not underwritten.

Can the Loyalty Options be transferred?

The Loyalty Options are not transferable, except with the prior written approval of the Company.

Can the Loyalty Options be sold?

The Loyalty Options are unlisted and cannot be sold.

What will be the effect of the Loyalty Offer on control of the Company?

The Board is of the view the issue of Loyalty Options will not affect the control (as defined by section 50AA of the Corporations Act) of the Company. No new investor or existing shareholder will have a voting power greater than 20% as a result of the completion of the Loyalty Offer (refer to Section 4.9 of the Prospectus).

How can I obtain further advice?

If you have any queries in relation to your Options Exercise Form, please contact the company's Share Registry, Automic Group on 1300 101 594 (within Australia) or +61 2 8072 1412 (international) between 8:30am - 7:00pm (Sydney time) Monday to Friday. If you have any queries regarding the Loyalty Offer, please contact the Company Secretary on +61 8 9481 6667.

Alternatively, you should contact your stockbroker, accountant or independent professional financial adviser. The Board recommends you obtain your own financial advice in relation to the Prospectus.

What are the key risks of a subscription under the Loyalty Offer?

An investment in Talga has risks that you should consider before making a decision to invest. These risks include:

- Specific risks related to mineral title, management, exploration outcomes, commodity prices, currency exchange, environment, statutory regulation, permit approvals, offtake agreements, IP, commercialisation and funding
- General economic risks and business climate
- Exploration, development, mining and processing risk
- General investment risk

Please carefully consider these risks which are detailed in Section 3 of the Prospectus. You may wish to contact your professional adviser.