



20 September 2013

Dear Shareholder

***Notice to Ineligible Shareholders of Entitlement Offer***

We write to you as the registered holder of shares in Talga Resources Limited (ASX: TLG) ("***Talga***" or the "***Company***") whose registered address is outside Australia, New Zealand, Hong Kong, Germany and the People's Republic of China.

As advised in the Company's ASX announcement dated 9 September 2013 (and subsequently revised by an announcement dated 18 September 2013), the Company is undertaking a non-renounceable pro-rata Entitlement Offer to eligible shareholders of ordinary fully paid shares in the Company at an issue price of \$0.05 per share and on the basis of one (1) new share ("***New Share***") for every three (3) shares held ("***Entitlement Offer***"). Pursuant to the Entitlement Offer, the Company will issue up to 21,200,022 New Shares to raise up to \$1,060,001 before costs.

The Entitlement Offer is available to all Talga shareholders ("***Shareholders***") registered on the Record Date (27th September 2013) whose registered address is in Australia, New Zealand, Hong Kong, Germany and the People's Republic of China ("***Eligible Shareholders***"). The Entitlement Offer is not being extended to any Shareholders with addresses outside these jurisdictions ("***Ineligible Shareholders***").

The Company has determined that it would be unreasonable on this occasion to extend the Entitlement Offer to you as an Ineligible Shareholders having regard to:

- (a) the number of holders in your jurisdiction;
- (b) the number and value of securities the holder in your jurisdiction would be offered; and
- (c) the cost of complying with the legal requirements and the requirements of the regulatory authorities in your jurisdiction.

For your information only, details of the Entitlement Offer are contained in the prospectus lodged with ASIC on 18 September 2013 ("***Prospectus***"). The Prospectus can be accessed from the ASX and Talga websites, [www.asx.com.au](http://www.asx.com.au) and [www.talgaresources.com.au](http://www.talgaresources.com.au) respectively.

You are not required to do anything in respect to this letter.

Yours sincerely

Mark Thompson  
***Managing Director***