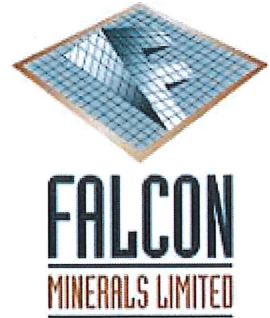


13 August 2015



ASX Release

(ASX:FCN)

By e-lodgement

CAPITAL RAISING

Falcon Minerals Limited ("Falcon" or "Company") is pleased to advise that the Company has entered into a mandate with GTT Ventures Pty Ltd, a specialist corporate advisory firm with extensive knowledge in the mining and technology sectors, for the purpose of undertaking a capital raising ("Mandate"). Pursuant to the terms of the Mandate, GTT Ventures Pty Ltd will assist the Company in undertaking a capital raising as follows:

1. Placement

The Company will undertake a placement of 25,356,947 shares at 0.9 cents per share to exempt investors (under section 708 of the Corporations Act (2001)) under the Company's existing 15% allowance in accordance with Listing Rule 7.1 ("Placement"). The Placement will raise up to \$228,212 and will be managed by GTT Ventures Pty Ltd ("GTT"). GTT will be entitled to a management fee for these services.

2. Fully Underwritten Non-Renounceable Rights Issue

Following completion of the Placement, the Company intends to undertake a pro-rata non-renounceable rights issue on the basis of one (1) new share for every three (3) existing shares held, and at a price of 0.9 cents per share ("Rights Issue"). Investors that participated in the Placement will be eligible to participate in the Rights Issue. The Rights Issue (on a post-Placement basis) is expected to raise up to \$583,209 through the issue of up to 64,801,088 shares, if fully subscribed. The Rights Issue is intended to be fully underwritten by GTT. Further information pertaining to the Rights Issue including the timetable and record date for entitlement will be disclosed when these details are finalised by the Board.

Cash Balance

On completion of the Placement and the Rights Issue the Company will have approximately 259 million shares on issue and a cash balance of approximately \$1,450,000.

Purpose of Capital Raising

As previously announced, the Board is in the process of reviewing the Company's current asset portfolio and various local and internationally based opportunities to grow value for its shareholders. The Board has broadened the scope of its considerations outside of minerals and resources to also include technology related projects and investment opportunities. The proceeds from the capital raising will ensure that the Company is appropriately financed to fund ongoing exploration on its current mineral interests, continue to pursue JV opportunities for its resource projects and have the ability to attract new business opportunities. Accordingly, the Mandate also provides that GTT will provide advice and assistance to the Company in respect to the above matters.

For further information please contact:

Ron Smit
Managing Director

www.falconminerals.com.au

A handwritten signature in blue ink, appearing to be "Ron Smit", is written over the contact information.