Tamboran Resources Limited
ACN 135 299 062

Supplementary Prospectus

Important Information

This supplementary prospectus dated 17 June 2021 (**Supplementary Prospectus**) was lodged with the Australian Securities and Investments Commission (**ASIC**) on that date. It supplements a replacement prospectus dated 4 June 2021 issued by Tamboran Resources Limited (ACN 135 299 062) (**Tamboran** or the **Company**) in relation to the offer of ordinary shares in the Company (**Prospectus**).

This Supplementary Prospectus must be read together with the Prospectus. It is an important document and should be read in its entirety. If you do not understand this document, you should seek professional advice from your accountant, financial adviser, stockbroker, lawyer or other professional adviser.

Capitalised terms not otherwise defined in this Supplementary Prospectus have the meaning given to them in the Prospectus.

None of ASIC, ASX or their respective officers take any responsibility for the contents of this Supplementary Prospectus or the merits of the Offer.

1. BACKGROUND

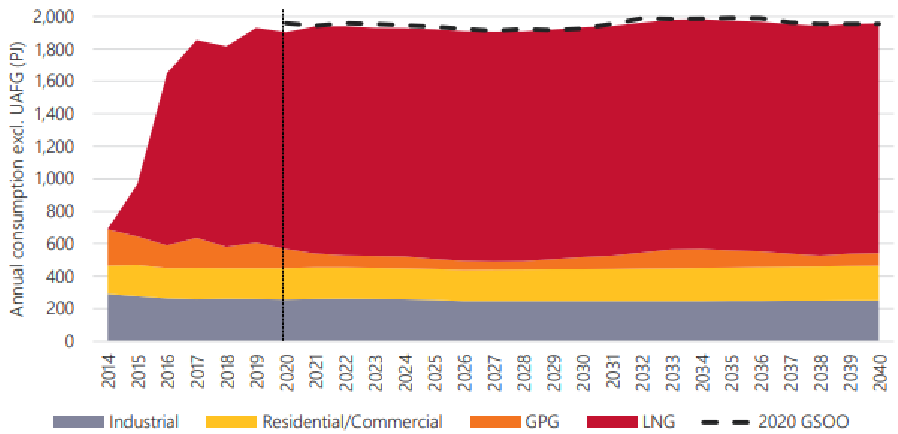
The Company makes amendments to the Prospectus as set out in this Supplementary Prospectus. Other than the changes set out in this Supplementary Prospectus, all other details in the Prospectus remain unchanged.

2. AMENDMENTS TO THE PROSPECTUS

The content under the "Market Opportunity" sub-heading from pages 41 and 42 of the Prospectus is deleted and replaced with the following:

Market opportunity

According to the Australian Energy Market Operator (**AEMO**), over the past six years, Australia's east coast gas demand has significantly increased due to the commissioning of certain LNG plants in Queensland.



Source: Figure 5, AEMO Gas Statement of Opportunities, March 2021, Gas consumption actual and forecast, all sectors, Central scenario, 2014-40

As shown above by AEMO, Australia's domestic gas demand has remained flat from the industrial and residential / commercial users over the past 6 years, with the only material variations being the increase in LNG demand and the consumption of gas in National Electricity Market gas-powered electricity generation (**GPG**) which is heavily affected by both gas price and electricity conditions.

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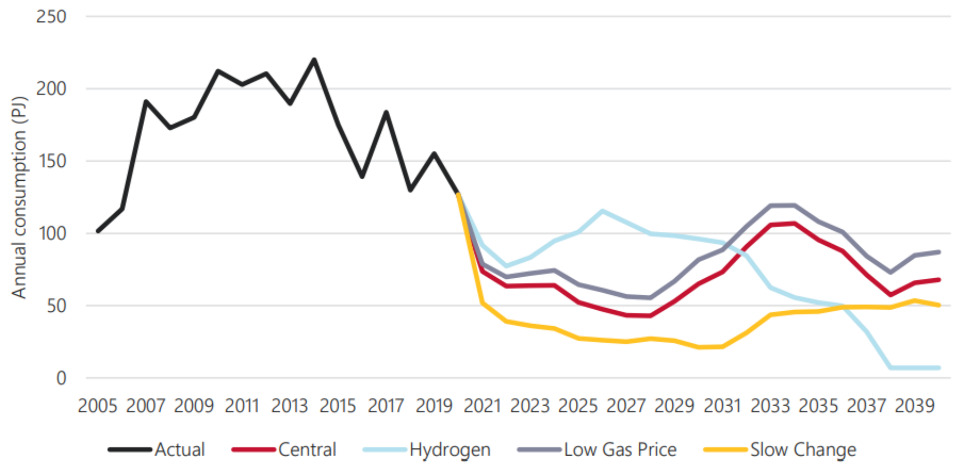
After recent declines, gas-powered electricity generation consumption is predicted by AMEO to initially decrease then thereafter fluctuate over coming years as depicted in the following chart from AEMO.



Source: Figure 15, AEMO Gas Statement of Opportunities, March 2021, National Electricity Market GPG consumption actual and forecast

Despite the lack of domestic demand growth, even while declining in Australia over the past two years natural gas prices have remained high in Australia relative to other OECD countries that export natural gas, such as the United States and Canada. This indicates a lack of supply to meet locational demand. As a result, other sources of energy have begun to meet some of the domestic demand including renewables, primarily solar.

Reporting of gas prices is somewhat limited in Australia and commentators generally report the short term trading market (**STTM**) prices as a proxy, noting that they may not be reflective of longer-term arrangements. The following chart from the Australian Energy Regulator provides a historical assessment of gas STTM quarterly prices between September 2010 to March 2021.

In the Company's view, these market fundamentals may indicate a shortage in the longer term of identifiable natural gas available to fully utilise existing LNG capacity and to meet projected domestic energy needs. This situation is most acute in the eastern part of Australia where large populace areas exist, the Gladstone LNG facilities are located, and traditional sources of natural gas production are maturing.

3. GENERAL

The Directors do not consider the amendments in this Supplementary Prospectus are materially adverse from an investor's point of view.

4. AUTHORISATION

This Supplementary Prospectus is authorised by each Director. Each Director has consented to the lodgement of this Supplementary Prospectus with ASIC and the issuance of this Supplementary Prospectus and has not withdrawn that consent.

For and on behalf of Tamboran Resources Limited in accordance with section 351 of the Corporations Act:

Richard Stoneburner
Non-Executive Chairman