

28 June 2019

Dear Shareholder

**NOTICE TO INELIGIBLE SHAREHOLDERS
OF NON-RENOUNCEABLE RIGHTS ISSUE**

As announced on 11 June 2019, TNG Limited (ASX: TNG) (the “Company” or “TNG”) is undertaking a 1:20 pro rata non-renounceable rights issue (“Entitlement Issue” or “Offer”) of approximately 53,549,716 fully paid ordinary shares (“New Share”) to raise approximately \$4,980,000. The price of New Shares under the Offer is \$0.093 each (“Issue Price”). The Company lodged an Offer Document for the Offer (“Offer Document”) with ASX on 26 June 2019.

The Offer is fully underwritten by Deutsche Balaton Aktiengesellschaft (HRB 338172, Registry Court of Mannheim) (“Deutsche Balaton”). The Company must pay Deutsche Balaton an underwriting fee of 4% (exclusive of GST) of the underwritten amount (being a fee of \$199,200). The Company must also reimburse Deutsche Balaton for costs incidental to the Offer.

The Company intends to apply the funds raised from the Rights Issue as follows:

Use of Funds	Amount
Front-end Engineering & Design, and associated works	\$2,500,000
Non-process infrastructure planning and design	\$1,000,000
Permitting and approvals	\$500,000
Expenses of the Offer	\$274,000
Working capital	\$706,000
Total	\$4,980,000

The Offer is being made to all shareholders of the Company (“Shareholders”) named on its register of members at 5:00pm (WST) on 2 July 2019, whose registered address is in Australia and New Zealand, and otherwise in accordance with the Offer Document.

New Shares will rank equally with all fully paid ordinary shares in the capital of the Company (“Shares”) already on issue.

Following completion of the Offer, the Company will have issued approximately 53,549,716 New Shares resulting in total Shares on issue of approximately 1,124,544,043.



Ineligible shareholders

A Shareholder who has a registered address outside Australia and New Zealand (“Ineligible Shareholder”) will not be eligible to participate in the Offer, unless otherwise eligible in accordance with the Offer Document.

You are not eligible to participate in the Offer and you will not be sent a copy of the Offer Document. This decision has been made pursuant to Listing Rule 7.7.1(a) of the ASX Listing Rules after taking into consideration the costs of complying with legal and regulatory requirements in jurisdictions outside of Australia and New Zealand compared with the number of Ineligible Shareholders and the number and value of New Shares to which they would otherwise be entitled.

If you have any queries concerning the Rights Issue, please contact your financial adviser or the Company Secretary, or Investor and Public Relations Executive, on +61 8 9327 0900.

**For and on behalf of
TNG Limited**

Paul Burton
Managing Director and CEO

