

FALCON OIL & GAS LTD. ("Falcon")

Filing of Interim Financial Statements

24 May 2023 - Falcon Oil & Gas Ltd. (TSXV: FO, AIM: FOG) announces that it has filed its Interim Financial Statements for the three months ended 31 March 2023 and the accompanying Management's Discussion and Analysis ("MD&A").

The following should be read in conjunction with the complete unaudited unreviewed Interim Financial Statements and the accompanying MD&A for the three months ended 31 March 2023, which are available on the Canadian System for Electronic Document Analysis and Retrieval ("**SEDAR**") at <u>www.sedar.com</u> and on Falcon's website at <u>www.falconoilandgas.com</u>.

Q1 2023 Financial Highlights

- Strong financial position, debt free with cash of US\$16.3 million at 31 March 2023 (31 December 2022: US\$16.8 million).
- Continued focus on strict cost management and efficient operation of the portfolio.

CONTACT DETAILS:

Falcon Oil & Gas Ltd.	+353 1 676 8702
Philip O'Quigley, CEO	+353 87 814 7042
Anne Flynn, CFO	+353 1 676 9162
Cenkos Securities plc (NOMAD & Broker) Neil McDonald / Derrick Lee	+44 131 220 9771

Falcon Oil & Gas Ltd.
Interim Condensed Consolidated Statement of Operations and Comprehensive Loss
(Unaudited)

	Three months ended Th	Three months ended Three months ended		
	31 March 2023	31 March 2022		
	\$'000	\$'000		
Revenue				
Oil and natural gas revenue	-	-		
Expenses				
Exploration and evaluation expenses	(43)	(40)		
General and administrative expenses	(597)	(608)		
Foreign exchange gain/(loss)	56	(45)		
	(584)	(693)		
Results from operating activities	(584)	(693)		
Finance income	68	3		
Finance expense	(144)	(60)		
Net finance expense	(76)	(57)		
Loss and comprehensive loss for the period	(660)	(750)		
Loss and comprehensive loss attributable to:				
Equity holders of the company	(658)	(750)		
Non-controlling interests	(2)	-		
Loss and comprehensive loss for the period	(660)	(750)		
Loss per share attributable to equity holders of the company:				
Basic and diluted	(\$.001)	(\$0.001)		

Falcon Oil & Gas Ltd. Interim Condensed Consolidated Statement of Financial Position (Unaudited)

\$'000 \$'000 Assets Xon-current assets Exploration and evaluation assets 42,979 42,977 Property, plant and equipment 6 7 Trade and other receivables 20 20 Restricted cash 2,146 2,090 45,151 45,094 Current assets 16,269 16,785 Trade and other receivables 140 78 Trade and other receivables 140 78 Trade and other receivables 16,409 16,864 Total assets 61,560 61,956 Equity and liabilities 104,912 402,120 Equity attributable to owners of the parent 500 47,200 Share capital 402,120 402,120 Contributed surplus 47,200 47,323 Deficit (404,518) (403,860) Utabilities 44,802 45,323 Non-controlling interests 699 701 Total equity 45,501 46,024 Utabilities 20,677 </th <th></th> <th>At 31 March</th> <th>At 31 December</th>		At 31 March	At 31 December		
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Non-controlling interests699701Total equity45,50146,024LiabilitiesNon-current liabilitiesDecommissioning provision15,67715,602Current liabilities15,67715,602Current liabilities382332Accounts payable and accrued expenses382332382332332382332332382332332	Deficit	(404,518)	(403,860)		
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Total equity and liabilities61,56061,958		10,033	15,554		
	Total equity and liabilities	61,560	61,958		

Falcon Oil & Gas Ltd. Interim Condensed Consolidated Statement of Cash Flows (Unaudited)

	Three months end	Three months ended 31 March	
	2023	2022 \$'000	
	\$'000		
Cash flows from operating activities			
Net loss for the period	(660)	(750)	
Adjustments for:			
Share based compensation	137	136	
Depreciation	1	2	
Net finance expense	66	57	
Effect of exchange rates on operating activities	(56)	45	
Change in non-cash working capital:			
Increase in trade and other receivables	(61)	(89)	
Increase in accounts payable and accrued expenses	51	30	
Net cash used in operating activities	(522)	(569)	
Cash flows from investing activities			
Interest received	78	3	
Exploration and evaluation assets	(2)	(29)	
Net cash generated by (used in) investing activities	76	(26)	
Change in cash and cash equivalents	(446)	(595)	
Effect of exchange rates on cash and cash equivalents	(70)	2	
Cash and cash equivalents at beginning of period	16,785	8,894	
	46.262	0.204	
Cash and cash equivalents at end of period	16,269	8,301	

All dollar amounts in this document are in United States dollars "\$", except as otherwise indicated.

About Falcon Oil & Gas Ltd.

Falcon Oil & Gas Ltd is an international oil & gas company engaged in the exploration and development of unconventional oil and gas assets, with the current portfolio focused in Australia, South Africa and Hungary. Falcon Oil & Gas Ltd is incorporated in British Columbia, Canada and headquartered in Dublin, Ireland with a technical team based in Budapest, Hungary.

For further information on Falcon Oil & Gas Ltd. please visit www.falconoilandgas.com

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