



FALCON OIL & GAS LTD.
("Falcon")

Filing of Interim Financial Statements

25 August 2023 - Falcon Oil & Gas Ltd. (TSXV: FO, AIM: FOG) announces that it has filed its Interim Financial Statements for the three and six months ended 30 June 2023 and 2022 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 and six months ended 30 June 2023, which are available on the Canadian System for Electronic Document Analysis and Retrieval ("SEDAR+") at <https://www.sedarplus.ca> and on Falcon's website at www.falconoilandgas.com.

2023 financial highlights and other financial updates

- Strong financial position, debt free with cash of US\$15.7 million at 30 June 2023 (31 December 2022: US\$16.8 million).
- Continued focus on cost management and the efficient operation of the portfolio.

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Falcon Oil & Gas Ltd.**Interim Condensed Consolidated Statement of Operations and Comprehensive Loss**

(Unaudited)

	Three months ended 30 June 2023 \$'000	Three months ended 30 June 2022 \$'000	Six months ended 30 June 2023 \$'000	Six months ended 30 June 2022 \$'000
Revenue				
Oil and natural gas revenue	-	-	-	-
	-	-	-	-
Expenses				
Exploration and evaluation expenses	(47)	(37)	(90)	(77)
General and administrative expenses	(578)	(1,076)	(1,175)	(1,684)
Foreign exchange (loss) / gain	(9)	(129)	47	(174)
	(634)	(1,242)	(1,218)	(1,935)
Results from operating activities	(634)	(1,242)	(1,218)	(1,935)
Finance income	44	2	112	5
Finance expense	(151)	(83)	(295)	(143)
Net finance expense	(107)	(81)	(183)	(138)
Loss and comprehensive loss for the period	(741)	(1,323)	(1,401)	(2,073)
Loss and comprehensive loss attributable to:				
Equity holders of the company	(740)	(1,322)	(1,398)	(2,072)
Non-controlling interests	(1)	(1)	(3)	(1)
Loss and comprehensive loss for the period	(741)	(1,323)	(1,401)	(2,073)
Loss per share attributable to equity holders of the company:				
Basic and diluted	(0.001 cent)	(0.001 cent)	(0.001 cent)	(0.002 cent)

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

	At 30 June 2023 \$'000	At 31 December 2022 \$'000
Assets		
Non-current assets		
Exploration and evaluation assets	43,014	42,977
Property, plant and equipment	5	7
Trade and other receivables	20	20
Restricted cash	2,141	2,090
	45,180	45,094
Current assets		
Cash and cash equivalents	15,658	16,785
Trade and other receivables	110	79
	15,768	16,864
Total assets	60,948	61,958
Equity and liabilities		
Equity attributable to owners of the parent		
Share capital	402,120	402,120
Contributed surplus	47,294	47,063
Retained deficit	(405,258)	(403,860)
	44,156	45,323
Non-controlling interests	698	701
Total equity	44,854	46,024
Liabilities		
Non-current liabilities		
Decommissioning provision	15,753	15,602
	15,753	15,602
Current liabilities		
Accounts payable and accrued expenses	341	332
	341	332
Total liabilities	16,094	15,934
Total equity and liabilities	60,948	61,958

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

	Six months ended 30 June	
	2023	2022
	\$'000	\$'000
Cash flows from operating activities		
Net loss for the period	(1,401)	(2,073)
Adjustments for:		
Share based compensation	231	483
Depreciation	2	3
Net finance expense	173	138
Effect of exchange rates on operating activities	(47)	174
Change in non-cash working capital:		
Increase in trade and other receivables	(31)	(35)
Increase / (decrease) in accounts payable and accrued expenses	6	(63)
Net cash used in operating activities	(1,067)	(1,373)
Cash flows from investing activities		
Interest received	122	5
Exploration and evaluation assets	(37)	(44)
Net cash generated from/ (used in) investing activities	85	(39)
Cash flows from financing activities		
Net proceeds from private placement	0	9,950
Net cash generated from financing activities	0	9,950
Change in cash and cash equivalents	(982)	8,538
Effect of exchange rates on cash & cash equivalents	(145)	(37)
Cash and cash equivalents at beginning of period	16,785	8,894
Cash and cash equivalents at end of period	15,658	17,395

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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