

6 August 2021

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Dear Shareholder

On behalf of the board of directors and as your recently appointed Chairman, I am pleased to invite you to participate at a meeting of FAR Limited shareholders which will be held at 11am on 15 September 2021. The purpose of the General Meeting is to obtain shareholder approval for a return of funds to shareholders.

On 7 July 2021, the FAR group completed the sale of its interest in the RSSD Project to a member of the Woodside group and received US\$126 million in cash. Your directors consider that FAR has surplus capital which they consider should be returned to shareholders.

As announced by FAR to ASX on 22 July 2021, your directors have determined to seek shareholder approval to return approximately A\$80 million to shareholders by way of a cash capital return of 80 cents per share (**Capital Return**). Shareholder approval is required for this Capital Return, and approval is being sought at this meeting.

The proposed Capital Return represents a return of surplus capital to shareholders whilst retaining sufficient funding for the drilling of the forthcoming well offshore The Gambia and for ongoing purposes.

If approved by shareholders, the record date for entitlement will be 21 September 2021 and payment of the proposed Capital Return will be made to shareholders on 28 September 2021. You are encouraged to provide your bank details to Computershare as soon as possible using the details provided on page 4 of the Notice of Meeting dated 6 August.

The Notice of Meeting dated 6 August provides further details on the Capital Return, including the timetable, and I encourage you to read the content carefully.

Your directors unanimously recommend shareholders vote in favour of the resolution. Each director intends to vote all FAR shares held or controlled by them in favour of the resolution.

Yours sincerely



Patrick O'Connor

Chairman