

**TALISMAN**  
ENERGY

NEWS RELEASE TRANSMITTED BY CCNMatthews

FOR: TALISMAN ENERGY INC.

TSE, NYSE SYMBOL: TLM

SEPTEMBER 5, 2001 - 03:59 EDT

Acceptances Of Talisman Offer For Lundin Oil Exceed  
97%;Talisman Extends Offer

CALGARY, ALBERTA--Talisman Energy Inc. and its Swedish subsidiary, Talisman Energy AB ("Talisman AB"), announce that the acceptance level for Talisman AB's offer to acquire all of the outstanding shares and warrants of Lundin Oil AB now exceeds 97% and Talisman AB has extended the subsequent offer period. The subsequent offer period will now expire at 3:00 p.m. Stockholm time (9:00 a.m. New York City time) on Friday, September 14, 2001. This is the last extension permitted under applicable U.S. law. The offer price remains SEK 36.50 per share.

As of August 31, 2001, being the original expiry date of the subsequent offer period, an aggregate of approximately 103.47 million shares (including Class B shares represented by Global Depositary Shares) and 2.1 million warrants of Lundin Oil had been tendered under the offer, representing 97.2% of the total number of shares and 97.3% of the total number of votes in Lundin Oil, on a fully-diluted basis, before taking into account the 17,000,000 Class C shares of Lundin Oil which Talisman AB subscribed for on August 21 after the offer had been declared unconditional.

Talisman AB has initiated the compulsory acquisition procedures under the Swedish Companies Act to acquire any shares of Lundin Oil not tendered under the offer. The extension of the subsequent offer period provides a final opportunity for shareholders to tender their shares under the offer in order to avoid having their shares acquired under the compulsory acquisition process. Under this process, shareholders will receive no less than the offer price but payment for shares acquired is unlikely to occur prior to mid-2002 and might not occur until significantly later.

Talisman AB anticipates that Lundin Oil will request delisting of its Class B shares from the Stockholm Stock Exchange and its Global Depositary Shares from The Nasdaq SmallCap Market in the near future.

Payment for shares tendered during the extended subsequent offer period is expected to commence by September 27, 2001 in accordance with Swedish law and practice. In respect of Global Depositary Shares tendered under the offer, Morgan Guaranty Trust Company of New York, the U.S. Depositary, will arrange for the Swedish krona amounts that will be paid by Talisman AB for such securities to be converted into U.S. dollars and subsequently distributed in accordance with U.S. market practice. There are no withdrawal rights with respect to securities tendered during the subsequent offer period. Under the terms of the offer, the guaranteed delivery procedures are not available for the tender of Global Depositary Shares during the subsequent offer period.

The offer is not being made, directly or indirectly, in or into Canada, Australia or Japan or in any other jurisdiction in which

the offer is or would be unlawful under the laws of that jurisdiction.

Talisman Energy Inc. is the largest independent Canadian oil and gas producer with operations in Canada, the North Sea, Indonesia and Sudan. Talisman is also conducting exploration in the United States, Algeria, Trinidad and Colombia. Talisman has adopted the International Code of Ethics for Canadian Business and is committed to maintaining high standards of excellence in corporate citizenship and social responsibility wherever it does business. Talisman's shares are listed on The Toronto Stock Exchange in Canada and the New York Stock Exchange in the United States under the symbol TLM.

-30-

**FOR FURTHER INFORMATION PLEASE CONTACT:**

**Talisman Energy Inc.**

**David Mann**

**Manager, Investor Relations & Corporate Communications**

**(403) 237-1196**

**E-mail: [tlm@talisman-energy.com](mailto:tlm@talisman-energy.com)**

**Website: [www.talisman-energy.com](http://www.talisman-energy.com)**

**or**

**D.F.King & Co., Inc.**

**Thomas Long**

**(212) 493-6920**

**E-mail: [tlong@d.f.king.com](mailto:tlong@d.f.king.com)**