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TITAN ENERGY SPUDS ALLEN DOME EXPLORATION WELL

HIGHLIGHTS:

- JT Reese #S1 targets proven zone in producing oil field
- JT Reese #S2 rig moving to site with well expected to spud within the next few days
- Wells have potential to add significantly to current Allen Dome oil production
- Numerous follow-up opportunities identified



Australian oil and gas company **Titan Energy Ltd** (ASX: **TTE**) (Titan Energy or the Company) is pleased to report that drilling is underway at the JT Reese #S1 well on the producing Allen Dome salt dome oil field in Texas.

JT Reese #S1, which is targeting a proven oil-producing zone at 1,400 feet, spudded at 2000 hours Wednesday February 20th, US time. It is estimated it will take four to five days for the well to reach the planned pre-drill Total Depth (TD).

Located on the Northern flank of the Allen Dome salt dome, JT Reese #S1 is located up dip to the historic #4c well which had good oil shows when swabbed. Titan Energy has a number of follow-up, look alike sites for targeting the 1,400 foot sand on the Allen Salt Dome area.

The well is being drilled by Rotary Exploration, Inc., with support from Houston-based well-site specialists HTK Consultants, Inc.

Titan Energy is also pleased to report that the Arrow Drilling Company, Inc. rig, which has been contracted to drill the JT Reese #S2 oil exploration well, has arrived on site today US time and is rigging up. Conductor pipe has already been set for JT Reese #S2 and the well is expected to spud within the next 72 hours.

JT Reese #S2 has a pre-drill plan to be drilled a Total Depth of 5,200 feet and to target five separate horizons at a location on the Northern flank of the Allen Dome salt dome. Each of the sands has been estimated to have the potential to produce at approximately 50 barrels of oil per day if commercial quantities of oil are encountered. Current estimates are that JT Reese #S2 may take seven to eight days to reach TD.

Titan Energy's US Managing Partner, John McKnight, said this is a very exciting time for the Company.

"To be on the verge of potentially having two exploration wells drilling at the same time is a tremendous achievement for what is really still a very young company.

"If we have drilling success here it will provide the Company with significant momentum with a large number of potential, similar, follow up targets on both the Northern and Southern flanks of this proven, oil producing salt dome," he said.



Allen Dome background

The Allen Dome salt dome is located approximately 80 km south of Houston, Texas in Brazoria County.

Oil production from the dome flanks began in the 1920's with cumulative oil production over 800,000 barrels to date from less than 20 wells. Less than 50 wells have been drilled on the dome flanks, all of which were located utilising sub-surface well information.

Titan Energy is confident that modern 3D seismic exploration data and drilling technology will continue to lead to a significant increase from the moderate initial production levels.

ABOUT TITAN ENERGY

Western Australian-based Titan Energy Ltd (ASX: TTE) is a global oil and gas explorer with growing interests in Australia and the United States.

The Company is actively searching for oil and gas in the highly prospective onshore Perth Basin in Western Australia and in proven international hydrocarbon producing areas.

Titan Energy's Warradarge Seismic Survey in North Perth Basin permit DR11 has been used to define the location of two wells proposed for drilling by the Company in the next few of weeks.

The Company is also participating in a Joint Venture with AWE Limited which has farmed in for an 81.5 per cent equity share in an area known as Eneabba South (EP455) in the North Perth Basin.

The Company has also built up a significant onshore presence in the USA with completed agreements to:

- Acquire an 87.5% Working Interest (WI) in 344 gross acres on the southern side of the Allen Dome Salt Dome in Brazoria County, Texas;
- Acquire an approximate 84% WI in 276 acres of productive acreage on the northern flank of the Allen Dome;
- Farm-in for an 80% Working Interest (WI) in the 1360 acre Sodbuster Prospect in Logan County, Colorado;
- Acquire a 50% interest in the "ready-to-drill" approximately 129 acre Greathouse Prospect, plus an option over an additional 123 acres, within the South Lake Charles oil and gas field in Louisiana;
- Acquire 441 acres in the Kinmundy Prospect area in the Illinois Basin; and
- Acquire approximately 17,000 acres of prospective shale properties in the US state of Nevada.

The Company continues to review additional projects that satisfy the Company's strategic objectives.

FOR FURTHER INFORMATION PLEASE CONTACT:

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Competent Person's Statement:

Information in this report that relates to Hydrocarbon Reserves and or Resources is based on information compiled by Mr John McKnight, US Managing Partner of Titan Energy Ltd who has consented to the inclusion of that information in the form and context in which it appears.

Mr McKnight has over 20 years experience in the application of engineering to the petroleum industry in oil and gas exploration and production, as either an employee or consultant to oil companies operating in the petroleum industry. Mr McKnight reviews the Company's operations with the help of various professional consultants, appropriately qualified and experienced in their respective fields within the petroleum industry. He is also a Professional Member of the Society of Petroleum Engineers.