

ALLEN DOME UPDATE

ASX Announcement | 19 November 2014



Allen Dome Workover Programme Commenced

- First workover commenced at Allen Dome North
- Back-to-Back workovers to reactivate non producers and increase production
- New drilling locations identified for 2015 drilling programme

Australian oil and gas Company Titan Energy Ltd (ASX: TTE, OTC: TTENY) (Titan or the Company) is pleased to report that the first steps to increase production have commenced at Allen Dome in Texas.

Houston based service rig contractor Ranger Energy Services has finished mobilising and have begun the workover of the JT Reese S2, drilled by Titan in 2013. Logs indicate a 69ft pay section from 3045 to 3114ft, with existing perforations across the lower 17ft section. The current perforations will be cement squeezed and new perforations will be shot across potentially more prospective pay sections. The well has produced approximately 19,000 barrels of oil and is currently producing at a rate of 16 BOPD and 125 barrels of water per day. The workover of Reese S2 is the first of what is expected to be a new phase in the re-development of the Allen Dome Project. Titan holds a 100% Working Interest in this well.

The next well scheduled for workover following the S2 is the JT Reese 2A. Existing perforations in the 2A will be isolated and cement squeezed before evaluating untested zones which cored oil productive. This is a well originally drilled in 1977, which had 15 separate zones that cored oil productive and three additional zones, which cored non commercial oil shows. It is anticipated that an offset (twin) new well will be drilled in 2015 to exploit many of these zones that were previously neither tested nor produced. The well is currently producing 6 BOPD and 145 barrels of water per day. It is unknown to what extent there may be mechanical challenges with the workover, given the condition of casing and cementation. Titan holds a 96% Working Interest in this well.



Ranger Energy Services – Rig 502 Pulling rods on the JT Reese S2.

Management

Darren Levy
Executive Chairman
Brad Simmons
Executive Director & CEO
Paul Garner
Managing Director
Andrew Van Der Zwan
Non-Executive Director
Jack Toby
Company Secretary & CFO

Titan Energy Ltd

ASX: TTE

ABN 53 109 213 470

31 Ord Street
West Perth, 6005
Western Australia

T: +618 9322 6955
F: +618 9322 6722
E: info@titanenergy.com.au

Postal Address
PO Box 198
West Perth, WA 6872

www.titanenergy.com.au



The third workover in the programme will evaluate several cored oil productive zones between 3100 and 3600ft in the JT Reese 3A. This well is currently making approximately 4 BOPD and no water. More details shall be provided as work commences. Titan holds a 96% Working Interest in this well.

The Company is targeting an oil production increase and decrease in water production subject to downhole conditions of each of the wellbores and zones. Top flite personnel at Ranger Energy with whom CEO Brad Simmons has worked for several years are conducting the workover operations. They can be considered some of the very best experts at these types of difficult workovers in order to give Titan every chance at successful results.

Drillsite Planning Underway

Titan, thru its wholly owned subsidiary Titan Energy Operating LLC is also moving forward on drilling plans for a minimum five well in-field programme at Allen Dome starting in Q1 2015. The drilling locations will evaluate many untested Miocene zones identified as oil productive in offset wells which, based upon new data recently found by the company, appear to have never been tested.

CEO, Brad Simmons commented:

"We have a very exciting workover and development/exploration program ahead of us over the next few quarters that provides "game changing" opportunities for Titan Energy. We are delighted by the level of new interest in the Company by both US and Australian Investors and our energy industry peers. These are not "resource play" operations where nobody makes money for years – these are here and now operations to attempt to generate positive cash flows immediately. As you can see, we are not sitting around letting any grass grow under our feet!"

Managing Director, Paul Garner further added:

"While we continue to divest of our non-core assets, we are increasing our lease holdings and working interest in and around Allen Dome as well as other south Texas salt domes. This will be a significant new chapter in the life of Titan Energy. We thank all who have stuck with us thus far and hope to provide the kind of positive results you have patiently awaited for quite some time."

Perry-1 Drilling Imminent

The drill-site location preparations have been completed for the Perry-1 and drilling is expected to commence in the next few weeks, subject to drilling rig scheduling and weather conditions. Allen Dome, Brazoria County is currently experiencing minus temperatures with heavy rain periods. This is a 5,200ft test in which Titan holds a 40% non-operating Working Interest. Should this well be successful this would open up considerable possibilities for development of the eastern rim of Allen Dome.

For further information please contact:

Darren Levy

Chairman

T: +61 8 9322 6955

M: +61 418 558 485

E: info@titanenergy.com.au

Paul Garner

Managing Director

T: +1-(713)-429-5781

E: usadmin@titanenergy.com.au