



ABN: 53 109 213 470

31 Ord Street West Perth
Western Australia 6005

Po Box 198 West Perth
Western Australia 6872

Telephone: +61 08 9322 6955
Facsimile: +61 08 9322 6722

Email: info@titanenergy.com.au
www.titanenergy.com.au

ASX: TTE

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US ACTIVITY UPDATE

Highlights:

- **Cap Rock well approaching TD**
- **Numerous targets identified at Perry Ranch from 3D data**
- **Allen Dome produced 3,161 barrels of oil in July**
- **\$1 million in funding provided**

Australian oil and gas company **Titan Energy Ltd** (ASX: **TTE**) (Titan Energy or the Company) is pleased to provide an update on its activities in the USA.

Titan Poole #C-1

Titan Energy reports that after delays related to weather and equipment issues, the Titan Poole #C-1 Cap Rock well is approaching its pre-drill planned Total Depth of 850 feet.

While the delay in reaching the targeted zone has been disappointing, it should be noted that this well is being drilled at a set-fee of US\$95,000, which is approximately one third of the costs of the other quotes.

Titan Poole #C-1 well is located on the southern portion of the Allen Dome salt dome where Titan holds an approximately 85% WI.

If successful the well has the potential to add a further 20+ barrels of oil per day (bopd) to Titan Energy's Allen Dome production.

The Company is planning a small seismic shoot over the caprock before drilling the next Cap Rock well. Titan Poole #C-2 has similar parameters to the current well and the Company will take advantage of lessons learned from Titan Poole #C-1.

Perry Ranch

Titan Energy also reports that initial assessment of recently purchased 3D seismic data covering the "Perry Ranch" project area on the eastern side of Allen Dome has identified numerous prospects for future drill testing.

The Company is currently in early stage negotiations to contract a suitable rig to test a high-grade prospect identified to have potential targets in sands located at depths of approximately 3000 feet at Perry Ranch.

“We really like what we have seen in the 3D data, with a number of promising looking prospects in a range of zones. We are really looking forward to drilling in this area which has never been adequately tested with the drill bit,” said John McKnight, the Chairman of wholly-owned US subsidiary, Titan Energy Inc.

Funding

Titan Energy is pleased to announce it has entered into \$1 million unsecured loan agreement with a private company controlled by Director of the Company, Mr Paul Garner, on arms-length commercial terms.

The loan will be available for draw-down to allow the Company to fast-track its exploration drilling activities in the United States.

The loan is a 12 month facility set at a commercial interest rate of 8%. The Company has the option of early repayment in part or entirety.

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.

It holds a 100% interest in onshore North Perth Basin permit DR11 and an 18.5% interest in North Perth Basin permit EP455, where AWE has farmed in.

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

- Acquire Working Interest (WI) in 344 gross acres on the southern side of the Allen Dome Salt Dome in Brazoria County, Texas;
- Acquire an approximate 94% WI in 276 acres of productive acreage on the Northern flank of the Allen Dome;
- Acquire an approx.100% WI in 302 acres on the eastern 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 252 acre Greathouse Prospect, plus an option over an additional 92 acres, within the South Lake Charles oil and gas field in Louisiana;
- Farm-in for 50% interest in the proven Krotz Springs oil and gas field in Louisiana, with an early opportunity identified to re-enter the historic Joy Lawler #1 well.
- Acquire 594.5 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.
- Acquire a 100% WI in the 344 acre Sargent Ranch oil and gas field in Brazoria County, Texas.

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

FOR FURTHER INFORMATION PLEASE CONTACT:

TITAN ENERGY LTD

Darren Levy
Chairman
Titan Energy Ltd
T: +61 08 9322 6955

MEDIA

Tony Dawe
Professional Public Relations
T: +61 8 9388 0944
E: tony.dawe@ppr.com.au

US Office:

John McKnight
Titan Energy Inc
Suite 5004, 5120 Woodway Drive
Houston , Texas 77056, USA
Office: +1-713-429-1832
Cell: +1-832-236-7053
Email: jmcknight@titanenergy.com.au

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