



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

22 April 2013

ALLEN DOME WELL FLOWS 331 BARRELS OF OIL PER DAY AND 196 THOUSAND CUBIC FEET OF GAS PER DAY

HIGHLIGHTS:

- **JT Reese #S2 achieved maximum flow of approximately 331 bopd on 18/64” choke**
- **Flow to be restrained due to storage facility constraints**
- **New oil price negotiated**
- **Opportunities to market associated gas production being investigated**
- **Acreage holding at Kinmundy increased**

Australian oil and gas company **Titan Energy Ltd** (ASX: **TTE**) (Titan Energy or the Company) is pleased to provide an update on the JT Reese #S2 discovery at the Allen Dome oil field in Texas, USA.

Oil achieved a maximum flow of approximately 331 barrels of oil per day (bopd) on a 18/64 choke on Saturday April 20 (US) time during a flow test conducted by Flow Back Services. The choke was subsequently further adjusted to additionally restrict the flow rate to 250 bopd as part of the well management programme.

Various options are also being reviewed for increased storage capacity at Allen Dome North.

The JT Reese #S2 is also flowing natural gas at an average rate of approximately 196 Mcfd. The gas is currently being flared, however, the Company is in initial discussions on the potential opportunities to commercialise this gas with the gas price currently at \$4.41 per thousand cubic feet. A natural gas pipeline crosses nearby the Allen Dome project area.

“The US team have done a fantastic job with the JT Reese #S2 well considering the complications with the Reese #10. The JT Reese #S2 was drilled successfully only 50 feet away from the Reese #10,” Titan Energy Chairman, Darren Levy, said.

“JT Reese #S2 is producing as per our forecast, with only 17 feet of the 68 foot sand being perforated. The oil flow has increased strongly since the initial production.

“This is an important discovery for Titan Energy which is already bringing in strong

cash flow, with around 2 tankers a day currently trucking our Allen Dome oil to a local refinery.

“We are confident we can have repeat drilling successes across our growing Allen Dome holdings and we are continuing to build an inventory of leads and targets both in the Southern flank and our newly acquired Eastern flank,” Mr Levy said.

Titan Energy is also pleased to report it has re-negotiated the oil price it receives from Allen Dome oil production to \$5.90 off the Brent crude oil price (which was US\$99.65 on April 21, 2013). Current gas prices being received in the Allen Dome area are approximately US\$4.41 per mcf, and rising.

KINMIUNDY PROJECT, ILLINOIS

Titan Energy also announces it has increased its land holdings in the Kinmundy Prospect area in the Illinois Basin from 441 acres to 594.5 acres.

Titan Energy continues to assess the potential to drill exploration wells in the Kinmundy project in Marion County, Illinois in 2013.

The Ritter #20-1 exploration well has been permitted and is currently proposed to be drilled to a depth of 3,650 feet to test the Carpa Sand on the Ritter lease. The low cost well has been estimated to have the capacity to achieve production levels of 50 bopd with the potential for a follow-up multi well development programme.

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.

Titan Energy is part of a global industry that has an important role to play in improving the living standards of current and future generations through meeting the global demand for petroleum in a socially responsible manner.

It holds a 100% interest in onshore North Perth Basin permit DR11 where it is currently drilling and an 18.5% interest in North Perth Basin permit EP455, where AWE is farming in.

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

- Acquire a Working Interest (WI) in 344 gross acres on the Southern flank 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 100% 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 129 acre Greathouse Prospect, plus an option over an additional 123 acres, within the South Lake Charles oil and gas field in Louisiana;

- 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.

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
M: +61 (0)418558485

MEDIA:

Colin Hay
Professional Public Relations
T: +61 8 9388 0944
E: colin.hay@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.