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ASX: TTE

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## TITAN ENERGY TO BEGIN US DRILLING CAMPAIGN

### HIGHLIGHTS:

- **First well in re-completion campaign on existing wells to begin within days at Allen Dome North**
- **Back-to-back workover programs to increase production from historic Texan salt dome field**
- **Company remains on target to spud first Allen Dome exploration well, in a potential five well programme, this month.**

Australian oil and gas company **Titan Energy Ltd** (ASX: **TTE**) (Titan Energy or the Company) is pleased to report that the first steps to create early stage cash flow will begin in the next few days at the Allen Dome North salt dome oil project in Texas in which the Company holds an approximate 84% Working Interest.

Local contractor Total Engineering Services has confirmed a rig to re-enter the currently shut in Reese #5 well to commence on Friday day 11<sup>th</sup> October. The well will be evaluated for a re-completion attempt in a shallower zone.

The Company is targeting production increases of approximately 30 barrels of oil per day (bopd) or more based on pre-drill studies. The re-completion procedure is expected to take six to seven days.

The re-entry of Reese #5 is the first of what is expected to be an exciting stage in the re-development of the historic Allen Dome Project.

The next well scheduled for re-entry is the Reese #2a well, which is currently producing at a very low rate. Pre-drill estimates are that the re-completion could increase production by up to 40 bopd or more. This well will also be plugged-back to the 2600 feet zone and perforated for a completion attempt. This is expected to take six to seven days.

The Reese #4c well which is also currently shut in and is being viewed as the next well for re-entry. Pre-drill estimates are that the re-completion could increase production by up to 40 bopd or more. This well will be plugged-back to the 2900 feet zone and perforated at 2630 feet for a completion attempt. This is expected to take five to six days.

The Reese #6a well, which is also currently producing at minimum levels, is also

being evaluated for re-entry.

Titan Energy is currently progressing the drilling of its first exploration well in a potential five well programme at Allen Dome with the testing of new targets identified in modern reprocessing of data from the Northern Flank.

It is anticipated that the initial test well to be drilled to a depth of 5200 feet and will be drilled in the next few weeks, subject to rig availability. The well will target multiple zones each with the potential of producing 50 bopd or more.

“We have a very exciting work-over and exploration program ahead of us over the next few quarters that provide company changing opportunities for Titan Energy, this is a significant new chapter in the young life of Titan Energy Ltd.” the Company’s Managing Director, Steve Thomas, said.

“Titan continues to look for the best available and qualified crews, which sometimes causes minor delays. However, the management believes this approach to be an overall benefit for the Company.”

“With the support of our highly credentialed US team, we have built up a strong asset base in the USA and now we are on the verge of developing some very low cost, but potentially strong cash flow producing assets.

“The real difference maker will be the use of modern technology and ideas to rejuvenate this proven, oil producing salt dome field.

#### **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 2012.

Titan Energy is also participating in a Joint Venture with AWE, 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% interest in 344 gross acres on the southern side of the Allen Dome Salt Dome in Brazoria County, Texas;
- Acquire an approximate 84% working interest 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 110 acre Greathouse Prospect, plus an option over an additional 173 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 satisfies Company’s strategic objectives

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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 Stephen Thomas, Director of Titan Energy Ltd who has consented to the inclusion of that information in the form and context in which it appears.

Mr Thomas has over 30 years’ experience in petroleum geology and in oil and gas exploration and production, both in Australia and internationally, as either an employee or consultant to oil companies operating in the upstream petroleum industry. Mr Thomas reviews the Company’s operations with the help of various professional consultants, appropriately qualified and experienced in their respective fields within the upstream petroleum industry. He is also a member of AusIMM, a fellow of the Royal Geological Society of London and has a BSc (Hons) in geology from the University of South Wales.