



## ASX Announcement

10 May 2011

### Buffalo Project - Update

US-focussed oil and gas exploration and production company, Target Energy Limited (**ASX:TEX**), is pleased to advise that work continues at its Buffalo Project in South Texas.

Following the 14 April fracture stimulation and the subsequent installation of a pump jack to accelerate the recovery of the load fluid, the well has now recovered approximately 70% of the load water (over 11,800 barrels of water were pumped into the formation during the operation).

Gas and traces of oil continue to be produced with the water. While still minor, the gas flow rate is now sufficient to be measurable and as such the Company is presently installing equipment to allow the produced oil and gas to be separated out from the recovered water and to commence measuring the relevant flow rates.

For and on behalf of  
TARGET ENERGY LIMITED

**Laurence Roe**  
Managing Director

### Corporate information

#### ASX Code

TEX  
TEXOB

#### Board of Directors

Chris Rowe, Chairman  
Laurence Roe, Managing Director  
Graham Riley, Director  
Stephen Mann, Director  
Ralph Kehle, Chairman TELA  
(USA)

Rowan Caren, Company Secretary

#### ABN Number

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#### Contact details

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#### Overview of activities

Target is exploring and producing a suite of highly prospective oil and gas projects in the USA.

*NOTE: In accordance with ASX Listing Rules, any hydrocarbon reserves and/or drilling update information in this report has been reviewed and signed off by Mr Laurence Roe, B Sc, Managing Director of Target Energy, who is a member of the Society of Exploration Geophysicists and has at over 30 years' experience in the sector. He consents to that information in the form and context in which it appears. #*

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