



ASX Announcement

15 November 2010

Pine Pasture #3 Well Timing Update

US-focussed oil and gas exploration and production company, Target Energy Limited ("Target") (**ASX:TEX**) wishes to advise that in regard to the planned drilling of the Pine Pasture #3 well at its East Chalkley oil field, it has now been notified by the field operator, Magnum Hunter Resources, that drilling operations will not commence prior to Magnum Hunter's planned divestment of its interest in the field.

Target Managing Director Laurence Roe commented that Magnum Hunter's decision not to drill as scheduled came very late in the process. "Having completed all preparations, we were waiting for the rig to mobilise to the site. The decision to delay the well has not been welcomed by Target."

"Target will now review whether it wishes to increase its interest in the field and will otherwise pursue options to accelerate activity in the field. Frankly, we believe this is a very good asset, but we can only unlock its value by getting on with the drilling – something Target has been advocating for some time.

"In the meantime, Target can also advise that it is at an advanced stage in discussions to participate in what it considers to be an exciting new project in South Texas. In this project, Target will act as operator and will have control over the extent and timing of the work program. We look forward to completing these discussions in the very near future and providing further advice to the market."

Corporate information

ASX Code

TEX

Board of Directors

Chris Rowe, Chairman
Laurence Roe, Managing Director
Paul Lloyd, Director
Mike Martin, Director

Rowan Caren, Company Secretary

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Overview of activities

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



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The East Chalkley project is an oil field appraisal and development program, approx. 33 kilometres southeast of the town of Lake Charles in Cameron Parish, Louisiana. The oil accumulation, on the east flank of the Chalkley Field, is a previously unidentified down-dip oil leg associated with the gas field. Target participated in the successful drilling of the Pine Pasture #2 well in 2008 and has a 35% working interest in the East Chalkley field.

A handwritten signature in black ink, appearing to read "Laurence Roe".

For and on behalf of
TARGET ENERGY LIMITED

Laurence Roe
Managing Director

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 least 5 years experience in the sector. He consents to that information in the form and context in which it appears.