

17 July 2008

The Manager
Company Announcements Office
ASX Limited
Exchange Centre
Level 4, 20 Bridge Street
SYDNEY NSW 2000

RENOUNCEABLE RIGHTS ISSUE ALLOTMENT

Target Energy Limited (ASX:TEX) is pleased to announce the allotment of 26,066,667 shares and 26,066,667 options pursuant to the successful completion of its renounceable rights issue and confirms that the shares and options have been allocated into the Issuer and Chess sponsored sub-register.

The date of allotment is 15 July 2008 and the number of securities for which quotation is sought is 26,066,667 ordinary fully paid shares and 26,066,667 options in accordance with the Appendix 3B lodged on 5 June 2008.

The issued capital of the Company following allotment is:

Quoted Securities:

91,914,917 ordinary fully paid shares (ASX:TEX)
62,812,167 options at an exercise price of \$0.25 expiring 26/11/09 (ASX:TEXO).

Unquoted Securities:

6,000,000 options at an exercise price of \$0.20 expiring on 30/06/2011
12,406,250 ordinary fully paid shares subject to escrow until 27 November 2008.

Attached is a statement setting out the names of the 20 largest holders of ordinary shares and options, the percentage held by each, and a distribution schedule setting out the number of holders in each category after the completion of the rights issue.

For and on behalf of
TARGET ENERGY LIMITED



Laurence Roe
Managing Director

TOP 20 HOLDERS OF ORDINARY SHARES AS AT 15 JULY 2008

	Number of Shares	% of issued
Petroe Exploration Services Pty Ltd	5,200,000	4.985%
Sayers Investments (ACT) Pty Limited	4,050,000	3.882%
Hosier Investments Pty Ltd	4,038,461	3.871%
Minsk Pty Ltd	2,328,871	2.232%
Motta Property Investments Pty Ltd	2,000,000	1.917%
Mr Cleanthe Hatziladas	1,605,612	1.539%
Klip Pty Ltd	1,490,000	1.428%
MPH Resources Pty Ltd	1,333,334	1.278%
Mrs Sharon Marie Lloyd	1,250,000	1.198%
Bond Street Custodians Limited	1,170,000	1.122%
Mrs Maria Galeano	1,102,667	1.057%
Ollies Family Restaurants Pty Ltd	1,066,667	1.022%
Wise Plan Pty Ltd	1,000,000	0.959%
Bimedent Pty Ltd	1,000,000	0.959%
Rocket Science Pty Ltd	1,000,000	0.959%
Motta Property Investment Pty Ltd	1,000,000	0.959%
Mr Paul Geoffrey Lloyd & Mrs Sharon Marie Lloyd	1,000,000	0.959%
Mr David Shane Miller	998,009	0.957%
Ridgeback Holdings Pty Ltd	937,500	0.899%
Archem Trading (NZ) Ltd	935,875	0.897%
Total	34,506,996	33.078%

DISTRIBUTION SCHEDULE OF ORDINARY SHARES AS AT 15 JULY 2008

	Number of Holders	Number of Shares	% of issued
1 - 1,000	8	751	0.001%
1,001 – 5,000	115	423,572	0.406%
5,001 – 10,000	147	1,243,953	1.192%
10,001 – 100,000	652	26,955,465	25.839%
100,001 and over	196	75,697,426	72.562%
Total	1,118	104,321,167	100.000%

TOP 20 HOLDERS OF OPTIONS AS AT 15 JULY 2008

	Number of Shares	% of issued
Bond Street Custodians Limited	3,952,716	6.293%
Petroe Exploration Services	2,700,000	4.299%
Mr Bruce Myles	2,039,851	3.248%
Hosier Investments Pty Ltd	2,038,461	3.245%
Sayers Investments (ACT) Pty	1,925,000	3.065%
Klip Pty Ltd	1,490,000	2.372%
Bimedent Pty Ltd	1,000,000	1.592%
Rocket Science Pty Ltd	1,000,000	1.592%
Mr Geoff Barnes	1,000,000	1.592%
Wise Plan Pty Ltd	900,000	1.433%
Mr Cleanthe Hatziladas	847,704	1.350%
MPH Resources Pty Ltd	833,334	1.327%
Menzies Limited	753,125	1.199%
Vagg Investment Management Service Pty Ltd	753,000	1.199%
Archem Trading (NZ) Ltd	635,875	1.012%
Mrs Sharon Marie Lloyd	625,000	0.995%
Goffacan Pty Ltd	600,000	0.955%
Ramornie Limited	583,334	0.929%
Fortis Clearing Nominees P/L	540,475	0.860%
Mr Giovanni Spagnolo	514,502	0.819%
Total	24,732,377	39.375%

DISTRIBUTION SCHEDULE OF OPTIONS AS AT 15 JULY 2008

	Number of Holders	Number of Shares	% of issued
1 - 1,000	6	5,164	0.008%
1,001 – 5,000	84	266,873	0.425%
5,001 – 10,000	59	484,573	0.771%
10,001 – 100,000	382	16,080,395	25.601%
100,001 and over	120	45,975,162	73.195%
Total	651	62,812,167	100.000%