

ASX ANNOUNCEMENT



19 April 2007

Company Announcements Platform
Australian Stock Exchange Limited
Exchange Centre
20 Bridge Street
SYDNEY NSW 2000

Operations Update

Target Energy Limited ("Target") (ASX Code: TEX) is pleased to provide the following update on operations at the Snapper A-1 well in St Martin Parish, Louisiana and the Thoroughbred well in Colorado County, Texas.

Snapper A-1

Report Date: 07:00 pm 18/04/07 (WA Standard Time) /
06:00 am 18/04/07 (USA Central Standard Time)

Current Depth: 2,891.0 metres (Reported depths are below the Rotary Table on the rig floor).

Progress: Ream from 2,858.4m to 2,891.0m. Pull out of hole. Run 177.8mm (7 inch) casing to 2,891.0m. Cement casing. Presently waiting on cement prior to drilling ahead.

Hydrocarbon Indications

The operator's preliminary analysis of the wireline logs indicates a net 4.3 metres of gas pay in the "Marg Howe" sand at 2,754.2 m and 5.2 metres of net oil and gas pay in the 3rd Marg Tex sand at 2860.6m.

Any further hydrocarbon shows will only be reported after wireline logs have been run and evaluated at the Total Depth of the well.

Primary and Secondary Targets

The Snapper A-1 well is targeting tested and interpreted bypassed gas from the Hackberry A-1 and A-2 Sands, as well as attic oil updip to proven production. The high quality Hackberry sands can be prolific producers of oil and/or gas.

The Snapper A-1 well will test potential recoverable reserves of up to 4.2 BCF (Billion Cubic Feet) of gas and 450,000 barrels of oil and will drill to a programmed Total Depth of 3,050 metres (10,000 feet).

Target Energy will earn a **25% Working Interest** in the well (subject to completion of earning phase).

Thoroughbred-1

The Thoroughbred well has been successfully flow-tested and completed for production - it is presently awaiting hook-up to the pipeline. The well it is expected to be on-line in approximately three weeks.

The well was flow tested at rates up to 0.450 million cubic feet of gas per day (mmcf/d), in accordance with the Operators Completion program. All tests produced dry gas with no water. Initial production will be at approximately 0.4 mmcf/d.

Thoroughbred-1 Working Interest holders:

Everest Resource Company et al	50.75% (Operator)
Target Energy Limited	25.00%
Day Star Drilling & Development, Inc	12.75%
Anderson Oil Ltd	10.00%
A & H Investments	1.50%

While operations are underway, the Company will issue routine releases every Thursday or at any such time that material matters require an earlier release.

For further information please contact:

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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.