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Snapper A3 well goes into production

Perth-based oil and gas exploration and production company, Target Energy Limited (ASX: TEX) has tied its SML #A-3 well ("Snapper A3") into production with an initial flow rate of approximately 1 million cubic feet of gas per day from the Hackberry A-4 sandstone.

The Hackberry A-4 sandstone was previously perforated over an 8.6 metre gross interval, from 3,105.3m to 3,113.9 m. It is the deepest of four potential pay zones previously identified in the well.

The Snapper A3 well is the third well in production at Target's "Section 28" project in St Martin Parish, Louisiana, where the Company has a 25% working interest. Target produces approximately 110 BOEPD, net to its working interests, from its Section 28 and East Chalkley oil field projects.

Target's managing director, Laurence Roe, said the commencement of production at Snapper A3 caps off a good month for the Company, having also recently identified potentially commercial gas reservoirs at its key 'high-impact' exploration prospect, Highway 71, in Wharton County, Texas.

"Snapper A3 has added to our production and to our cash flow. Last week's discovery of gas in the shallow sands at our Highway 71 prospect was particularly exciting for the Company, as we now know that we have already intersected potentially commercial gas in that well. Drilling will continue there to a planned Total Depth of 4,115 metres," said Mr 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.