

ASX ANNOUNCEMENT

23 June 2008

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

DESPATCH OF PROSPECTUS RENOUNCEABLE RIGHTS ISSUE

Target Energy Limited ("Target") (ASX CODE:TEX) confirms that the prospectus dated 5 June 2008 for an offer of 1 new share and 1 new option for every 3 shares held at an issue price of 13 cents per share by way of a renounceable rights issue has been despatched to shareholders together with application forms.

For and on behalf of
TARGET ENERGY LIMITED

Laurence Roe
Managing Director