

ASX ANNOUNCEMENT

25 August 2009

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

SNAPPER A3 OPERATIONS UPDATE (FINAL)

Target Energy Limited ("Target") (ASX CODE: TEX) is pleased to provide the following operations update. All reported depths are measured depths below the Rotary Table (RT) on the rig floor.

SML (SNAPPER) #A-3

Report Date: 7:00 pm 24/08/09 (Western Aust Standard Time) /
6:00 am 24/08/09 (USA Central Daylight Time)

Current Depth: 3,198.3 metres RT (Total Depth).

Progress: Run and cement 5" production liner. Rig down. Rig released at 06:00 on 22/8/09 (US Central Daylight Time).

The operator has advised that it expects to complete the well for production in approximately 30 days time.

Hydrocarbon Indications

As previously announced - preliminary log assessment indicates that **approximately 30 metres of gross oil and gas pay** has been intersected in the Camerina, Lower 3rd Marg Tex and Hackberry A1 & A4 sands.

Target Energy will earn a 25% Working Interest in zones above the Hackberry sands and a 21.625% Working Interest in the Hackberry sands.

ENDS

For further information please contact:

Shareholders

Laurence Roe
Tel: (08) 9476 9000
Email: admin@targetenergy.com.au.

Media

Tony Dawe
Tel: 041 3322 110
Email: tony.dawe@bigpond.com

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.