

ASX ANNOUNCEMENT

31 March 2008

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

OPERATIONS UPDATE – RIVIANA FOODS #1 (TECHE PROSPECT)

Target Energy Limited ("Target") (ASX CODE: TEX) advises that, following the completion of logging of the Riviana Foods #1 well (Teche prospect), evaluation of the log data has indicated that the target Bol Mex 2 and Bol Mex Harris sands are water wet. Accordingly the well is to be plugged and abandoned.

Despite a number of operational difficulties, the Operator was ultimately able to intersect all targets and fully complete the evaluation program. The well validated the pre-drill mapping, encountering the targeted Bol Mex 2 sands as expected.

Managing Director Laurence Roe said, "Target has enjoyed a sustained period of exploration success, and we would have preferred that this well continue that success, but that's the nature of exploration drilling. The good news is our biggest and best prospects, Bandido and Catapult, are scheduled for drilling in the next few months and we are actively seeking new oil and gas projects to participate in."

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.