

## ASX Announcement

9 January 2012

### Shepard's Channel and Fairway operations updates

Target Energy Limited ("Target") (ASX CODE: TEX) is pleased to provide the following operations update.

#### Fairway Project, Howard County, Texas

##### **BOA 12 #1**

The BOA 12 #1 was put on pump just prior to Christmas. The well continues to flow oil, gas and water, with approximately 17,500 barrels of load water still to recover.

Target Energy is earning a 60% Working Interest in the Fairway project.

#### Shepard's Channel Prospect, La Fourche Parish, Louisiana

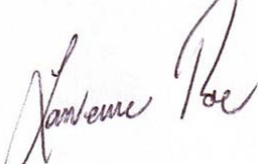
Work continues at the Shepard's Channel well site. The Reliable Rig #21 mobilised to the site on Saturday 10<sup>th</sup> December. The existing borehole was re-entered, existing cement plugs drilled out and operations progressed to a depth of approximately 3,800 metres at which time a casing leak was identified up-hole. This leak, which was unrelated to the current program, has now been rectified and operations have recommenced.

Work has now switched to a 24/7 basis.

Target Energy has a 10.33% Working Interest in Shepard's Channel.

ENDS

For and on behalf of TARGET ENERGY LIMITED



**Laurence Roe**  
**Managing Director**

#### Corporate information

##### **ASX Code**

TEX

TEXOB

##### **Board of Directors**

Chris Rowe, Chairman  
Laurence Roe, Managing Director  
Graham Riley, Director  
Stephen Mann, Director  
Ralph Kehle, Chairman TELA (USA)

Rowan Caren, Company Secretary

##### **ABN Number**

73 119 160 360

##### **Contact details**

6 Richardson St, Suite 5  
West Perth WA 6005  
Tel: +61 8 9476 9000

1900 St James Place, Suite 425  
Houston Tx 77056  
USA

Tel: +1 713 275 9800

[admin@targetenergy.com.au](mailto:admin@targetenergy.com.au)

##### **Overview of activities**

Target is exploring and producing a suite of highly prospective oil and gas projects in the USA.

*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 over 30 years' experience in the sector. He consents to that information in the form and context in which it appears.*