



ASX Announcement

3 July 2017

DISCLOSURES PURSUANT TO ASX LISTING RULE 3.10.5A AND

NOTIFICATION PURSUANT TO PARAGRAPH 708A(5)(e) OF THE CORPORATIONS ACT 2001 ("Act")

On 30 June 2017, Target Energy Limited (ASX: TEX) (the "Company") issued 257,800,000 ordinary shares ("Shares") in the capital of the Company at an issue price of \$0.0025 ("Shares").

ASX Listing Rule 3.10.5A

As a result of issuing 103,120,643 shares, being part of the above placement, under an ASX Listing Rule 7.1A approval from shareholders dated 25 November 2016, existing ordinary shareholders interests have been diluted by approximately 10%.

The Company elected to complete the placement rather than an issue to which existing holders would have been eligible to participate, because the funding was part of a recapitalisation package including a loan. Furthermore, the issue price was a significant premium to the prevailing share price and it is considered unlikely that existing shareholders would have subscribed for a significant amount of the raising.

The placement was not underwritten. The only fees in relation to the transaction were legal fees charged at standard commercial rates.

Secondary Trading Exemption

The Act restricts the on-sale of securities issued without disclosure, unless the sale is exempt under section 708 or 708A. By the Company giving this notice, sale of the Shares and Options noted above will fall within the exemption in section 708A(5) of the Act.

The Company hereby notifies ASX under paragraph 708A(5)(e) of the Act that: the Company issued the Shares without disclosure to investors under Part 6D.2 of the Act;

- as at 3 July 2017 the Company has complied with the provisions of Chapter 2M of the Act as they apply to the Company, and section 674 of the Act; and

Corporate information

ASX Code: TEX
OTCQX Code: TEXQY

Board of Directors

Chris Rowe, Chairman
Laurence Roe, Managing Director
Stephen Mann, Director

Rowan Caren, Company Secretary

ABN

73 119 160 360

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NOTE: In accordance with ASX Listing Rules, any hydrocarbon reserves and/or drilling update information contained in this report is based on and fairly represents information and supporting documentation prepared by or under the supervision of Mr Laurence Roe, B Sc, Managing Director and an employee of Target Energy Limited, who is a member of the Society of Exploration Geophysicists and has over 30 years experience in the sector. He consents to the reporting of that information in the form and context in which it appears. Note also that Target reports a thermal equivalent when combining gas and oil production, where 1 BOE = 6 mcf.

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- as at 3 July 2017 there is no information:
 - that has been excluded from a continuous disclosure notice in accordance with the ASX Listing Rules; and
 - that investors and their professional advisers would reasonably require for the purpose of making an informed assessment of:
 - the assets and liabilities, financial position and performance, profits and losses and prospects of the Company; or
 - the rights and liabilities attaching to the Securities.

ENDS

For and on behalf of TARGET ENERGY LIMITED

A handwritten signature in black ink, appearing to read "Rowan Caren".

Rowan Caren
Company Secretary