

9 January 2015

Dear Option Holder

Participation in non-renounceable pro-rata entitlement offer

As announced to ASX earlier today, Titan Energy Services Ltd (**Company**) is undertaking a partially underwritten non-renounceable pro-rata entitlement offer to raise up to approximately \$5.1 million if fully subscribed (before offer costs) (**Entitlement Offer**).

To be eligible to participate in the Entitlement Offer, option holders with a registered address in Australia or New Zealand must:

1. confirm that they are eligible to exercise all or part of their options (i.e. their options have vested); and
2. exercise their options so that they are a shareholder of the Company on the record date of Wednesday, 14 January 2015.

If your options have not yet vested, and cannot be exercised to participate in the Entitlement Offer, this letter is provided to you as a formality under the ASX Listing Rules.

Yours sincerely,



Christine Hayward
Acting Chief Executive Officer