

MEDIA/ASX RELEASE

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Acquisition of Drilling Rig Assets

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ASX ticker: TTN

Atlas Rig 3 which is currently leased, has been acquired from the lessor, Pangaea Drilling Pty Ltd, for a combined cash and scrip consideration of \$5.2m. The acquisition includes direct rig assets of \$2.2m and other equipment of \$3.0m (mud pump, mud tanks, vehicles, drill pipe, generators, and fishing equipment) which will be utilised within the drilling business and deployed/rented across the Titan Group. Upon completion cash consideration is \$2.0m and scrip consideration will be \$3.2m with the issue of 1,539,952 fully paid ordinary Titan shares at an issue price of \$2.09. On issue, the shares will rank equally with all other issued ordinary shares. Shareholder approval will not be sought as it is within the company's placement capacity.

"This acquisition represented an opportunity to buy Rig 3 at an attractive price and at the same time acquire other core assets that we can either use or rent in other parts of our business." Mr Sturgess said.

Rig 3 is completing a well for Origin Energy and will then be deployed to a new client, Metgasco, in Northern NSW. Following this, we have agreed terms for Rig 3 to commence drilling in the NT which is expected to commence in July. "We are pleased with this development as the Northern Territory is a targeted new market for Titan," Mr Sturgess said.

ENDS

For investor or media inquiries:

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About Titan

Titan Energy Services Limited (ASX: TTN) provides diversified energy and infrastructure services to the oil and gas, mining, pipeline, rail, road and infrastructure sectors.

Through its operating businesses RCH, Nektar, Atlas Drilling and Hofco Oilfield Services, Titan provides the following services:

- Portable and permanent camp hire
- Camp management and catering services
- CSG drilling services
- Down-hole drilling equipment hire
- Water and waste management
- Other related services

Titan is a dynamic, rapidly expanding company experiencing solid growth across all businesses. Titan is continually looking to expand its services through organic growth and acquisition of complimentary businesses.