



## ASX Announcement

12 February 2015

### Corporate Update

US focused oil and gas producer Target Energy Limited ("Target") announces that Target subsidiary TELA Garwood LP ("TELA Garwood") has filed a lawsuit in the District Court of Harris County (Houston), Texas against Victory Energy Corporation and Aurora Energy Partners ("Victory", "Aurora").

The suit charges that Aurora, acting by and through its general partner, Victory, breached its obligation to purchase certain of TELA Garwood's interests in the West Texas Fairway Project (Howard and Glasscock counties) pursuant to a Purchase and Sale Agreement between TELA Garwood and Aurora dated June 30, 2014 ("PSA"). Aurora and TELA Garwood completed a first closing on June 30, 2014, but failed to complete a second closing originally scheduled for July 31, 2014 as a result of Aurora's breaches of its obligations under the PSA.

Managing Director Laurence Roe stated, "We commenced this action after negotiations intended to cause Aurora to comply with its purchase obligations under the PSA were unsuccessful. These negotiations followed Aurora's failure to meet its second closing payment obligations in September 2014. We plan to hold Victory and Aurora accountable for the resulting damages suffered by TELA Garwood."

ENDS

For and on behalf of TARGET ENERGY LIMITED

**Managing Director**

*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 over 30 years' experience in the sector. He consents to 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.*

### Corporate information

ASX Code: TEX  
OTCQX Code: TEXQY

#### Board of Directors

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

Rowan Caren, Company Secretary

#### ABN

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

E: [admin@targetenergy.com.au](mailto:admin@targetenergy.com.au)  
W: [www.targetenergy.com.au](http://www.targetenergy.com.au)  
[www.targetenergyusa.com](http://www.targetenergyusa.com)

#### Media Inquiries:

##### Australia

Ross Dinsdale  
Business Development Manager (Perth)  
+61 8 9476 9000 office  
+61 429 702 970 mobile  
[ross.dinsdale@targetenergy.com.au](mailto:ross.dinsdale@targetenergy.com.au)