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Company Announcements Platform
Australian Securities Exchange Limited
Exchange Centre
20 Bridge Street
SYDNEY NSW 2000

UPDATE: BLAZE ASSET FEDERAL COURT APPLICATION

Target Energy Limited (**Target Energy**) refers to its announcement dated 19 June 2009 headed "Target Energy Blaze Asset Revised Offer".

Subsequent to that announcement, Blaze Asset Pty Ltd (**Blaze Asset**) made an application to the Federal Court of Australia for an order in relation to lodgement of its Supplementary Bidder's Statement (**SBS**) dated 5 June 2009.

In its judgment which was handed down on 26 June 2009, the Federal Court found that Blaze Asset had failed to lodge the SBS with the Australian Securities and Investments Commission (**ASIC**) in accordance with the *Corporations Act* 2001. However, the Federal Court was prepared to make orders to remedy what was an error on the part of Blaze Asset in not lodging the SBS with ASIC by 5 June 2009. Blaze Asset was also required to remove its conditions associated with the bid.

Target Energy notes that the level of acceptances of Blaze Asset's offer continues to remain poor. As at 26 June 2009 Blaze Asset has advised the market that it has acquired 5.15% of Target Energy shares, an increase of 0.01% (or approximately 10,400 shares) in the 15 days since its last advice to the market.

Target Energy Managing Director Laurence Roe said, "It is abundantly clear to me that the overwhelming majority of Target Energy shareholders are not interested in Blaze Asset's bid. Despite the offer having been open for 10 weeks, almost 95% of Target Energy shareholders have continued to reject the offer."

The Board of Directors of Target Energy confirms its unanimous recommendation that Target Energy shareholders continue to REJECT the offer by doing nothing and allowing the revised offer to lapse on 17 July 2009.

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