

TitanStar Properties Inc. Receives Loan Proceeds

October 11, 2012. The Board of Directors of TitanStar Properties Inc. (TSX Venture: TSP) (“**TitanStar**” or the “**Company**”) wishes to announce that it has received \$500,000 in loan proceeds from two of its directors.

Pursuant to separate loan agreements, T. Richard Turner, President, CEO and director of the Company, and Greg Yuel, director of the Company, have each advanced \$250,000 to the Company, with interest accruing at 6% per annum. Each loan is payable on demand, subject to the terms and conditions thereto.

Proceeds from the loans will be used by the Company as working capital to identify and analyze potential acquisition targets, following its investment strategy as outlined in the Company’s news release dated September 28, 2012. In connection with the loan, the Company will issue, at no additional consideration and subject to the prior approval of the TSX Venture Exchange, an aggregate total of 500,000 common shares at \$0.20 per share.

TitanStar currently holds a 50% limited partnership interest in the Sahara Crossing, LP, a Nevada limited partnership which owns an approximately 61,125 square foot retail building located just east of Decatur Boulevard on Sahara Avenue in Las Vegas, as well as a 50% limited partnership interest in the Deer Springs Crossing Limited Partnership, a Nevada limited partnership which owns the Deer Springs Crossing Shopping Center, a 22.8 acre retail development project also located in Las Vegas.

Neither TSX Venture Exchange nor its Regulation Services Provider (as that term is defined in the policies of the TSX Venture Exchange) accepts responsibility for the adequacy or accuracy of this release.

FOR FURTHER INFORMATION PLEASE CONTACT:

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