

TitanStar Properties Inc. Announces Closing of Second Tranche of its Private Placement

June 29, 2011. TitanStar Properties Inc. (TSX Venture: TSP) (the "Company") is pleased to announce the closing of the second tranche of its offering (the "Offering") previously announced in news releases dated October 5, October 19, December 2, 2010 and February 23, 2011. Pursuant to the second tranche of the Offering, the Company issued 623,750 units (the "Units") at a price of \$0.37 per Unit for gross proceeds of \$230,787.50.

As previously announced, each Unit consists of one common share (a "Common Share") of the Company and one non-transferable share purchase warrant (a "Warrant"). Each Warrant entitles the holder to acquire one additional Common Share of the Company for a period of two years from the date of issuance at an exercise price of \$0.40 per share in the first year and an exercise price of \$0.45 per share in the second year.

The Offering was conducted by a syndicate led by Sora Group Wealth Advisors Inc. and which included HSBC Securities (Canada) Inc. and Raymond James Ltd. (together the "Agents").

The Agents were paid a cash commission of \$18,463, representing 8% of the gross proceeds raised, as well as 49,900 agents' warrants (the "Agents' Warrants"), representing 8% of the number of Units sold, in accordance with the policies of the TSX Venture Exchange. Each Agents' Warrant entitles the holder to purchase one common share (an "Agents' Warrant Share") of the Company for a period of two years from the date of issuance at an exercise price of \$0.40 per Agents' Warrant Share in the first year and an exercise price of \$0.45 per Agents' Warrant Share in the second year.

All securities issued pursuant to the second tranche of the Private Placement are subject to a hold period expiring on October 30, 2011.

FOR FURTHER INFORMATION PLEASE CONTACT:

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