

TitanStar Properties Inc. Announces Debt Settlement

June 5, 2013. TitanStar Properties Inc. (TSX Venture: TSP) (“TitanStar” or the “Company”) announces that T. Richard Turner, President, CEO and a director of the Company, and Greg Yuel, a director of the Company, have each agreed to accept shares in lieu of cash for the repayment of a total of \$500,000 of debt (the “Debt”) owing to them. Each individual will receive 833,333 common shares of the Company (for a total of 1,666,666 shares) as payment of the Debt.

Each of Messrs. Turner and Yuel have agreed to settle the Debt owing to them at a conversion rate of \$0.30 per share; the closing price of the Company's common shares on the date of this news release was \$0.08 per share. The Company thanks Messrs. Turner and Yuel for agreeing to these terms so as to avoid dilution to the detriment of the Company's shareholders.

The Debt settlement is subject to acceptance for filing by the TSX Venture Exchange. All of the common shares to be issued in connection with the Debt settlement are subject to a four month hold.

FOR FURTHER INFORMATION PLEASE CONTACT:

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About TitanStar

TitanStar is a real estate company whose investment strategy focuses on building a portfolio of well-positioned, undervalued or underperforming stabilized assets, focusing on the southwestern United States. 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 20.7 acre retail development project also located in Las Vegas. In December 2012, the Company acquired a 50% limited partnership interest in TSP LP I, L.P., a Nevada limited partnership which owns the Swanway Plaza, a 55,790 square foot retail shopping centre in Tucson, Arizona. In January 2013, the Company acquired a 50% limited partnership interest in TSP LP II, L.P., a Nevada limited partnership which owns the Kohl's San Tan Plaza, a 29,945 square foot retail shopping centre in Chandler, Arizona. .

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.