

TitanStar Properties Inc. Announces Issuance of Shares for Debt

June 12, 2013. TitanStar Properties Inc. (TSX Venture: TSP) ("**TitanStar**" or the "**Company**") announces that it has issued 833,333 common shares (for a total of 1,666,666 shares) of the Company to each of T. Richard Turner, President, CEO and a director of the Company, and Greg Yuel, a director of the Company, in lieu of cash for the repayment of a total of \$500,000 of debt (the "**Debt**") owing to them.

Each of Messrs. Turner and Yuel have agreed to settle the Debt owing to them at a conversion rate of \$0.30 per common share.

The common shares issued are subject to four-month resale restriction that expires on October 12, 2013.

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. .

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