

TitanStar Properties Inc. Announces Termination Normal Course Issuer Bid and Receipt of Loan Proceeds

December 20, 2013. TitanStar Properties Inc. (TSX Venture: TSP-V) ("**TitanStar**" or the "**Company**") announced that, effective December 16, 2013, the Company has terminated the normal course issuer bid (the "**NCIB**") that commenced on December 4, 2013 to purchase for cancellation, from time to time, as it considers advisable, up to 1,650,373 of the issued and outstanding common shares ("**Common Shares**") in the capital of the Company as announced by the Company in a news release dated December 2, 2013.

The Company had retained Mackie Research Capital to conduct the NCIB on behalf of the Company. The Company has now decided to preserve its capital to concentrate on raising equity and debt financing and to spend time and resources exploring other corporate forms. Pursuant to the NCIB, no Common Shares have been purchased for cancellation.

The Board of Directors of TitanStar wishes to announce that it has received an aggregate amount \$1,000,000 in loan proceeds. The loans were advanced by three separate lenders, two of which are companies in which a director of the Company holds beneficial interest, and the third of whom is at arm's length to the Company.

Each of the loans accrues interest at a rate of 6% per annum, and are payable upon demand. Proceeds from the loans will be used by the Company as working capital for general and administrative expenses and to identify and analyze potential acquisition targets, following its investment strategy. In connection with the loans, the Company will issue, at no additional consideration and subject to the prior approval of the TSX Venture Exchange, an aggregate total of 2,461,539 common shares at \$0.08125 per share.

FOR FURTHER INFORMATION PLEASE CONTACT:

T. Richard Turner
President, CEO and Director
TitanStar Properties Inc.
Telephone: (604) 408-3808
Facsimile: (604) 408-3801
email: rick@titanstar.ca

About TitanStar

TitanStar is a real estate issuer whose investment strategy focuses on building a portfolio of well-positioned, undervalued or underperforming stabilized assets, focusing on geographic areas. TitanStar currently holds: (a) a 50% 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; (b) a 50% 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; (c) a 50% 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; (d) a 50% 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;

and (e) a 38.4% partnership interest in Blue Springs Partners, LP, a Delaware limited partnership which owns the Adam's Dairy Landing retail shopping centre described above. The three latter investments reflect TitanStar's revised investment strategy, which includes the following objectives:

- create and grow a portfolio of income producing, stabilized real estate assets in the United States;
- be selective and focused on purchasing such assets in geographic areas where management has known infrastructure "on the ground";
- emphasize a primarily commercial/retail asset class;
- engage local companies to manage such assets; and
- finance the purchase of such assets using conservative financing assumptions, determined by management from time to time.

Forward-looking statements:

Certain statements in this release are forward-looking statements, which reflect the expectations of management regarding the identification, analysis and potential acquisition of future real estate assets. Forward-looking statements consist of statements that are not purely historical, including any statements regarding beliefs, plans, expectations or intentions regarding the future. Such statements are subject to risks and uncertainties that may cause actual results, performance or developments to differ materially from those contained in the statements. No assurance can be given that any of the events anticipated by the forward-looking statements will occur or, if they do occur, what benefits the Company will obtain from them. These forward-looking statements reflect management's current views and are based on certain expectations, estimates and assumptions which may prove to be incorrect. A number of risks and uncertainties could cause our actual results to differ materially from those expressed or implied by the forward-looking statements, including factors beyond the Company's control. These forward-looking statements are made as of the date of this news release.

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.