



## TitanStar Responds to Civil Claim Filed by Former Management and Directors

August 30, 2018. Further to the Company's press release of July 19, 2018, TitanStar Properties Inc. (TSX Venture: TSP-V) ("TitanStar" or the "Company") announced today that it has filed a Response to Civil Claim (the "Response") and a Counterclaim in the Supreme Court of British Columbia.

This is in response to the Notice of Civil Claim (the "Notice") filed by its former CEO and director T. Richard Turner, its former director Greg Yuel, and entities controlled by Turner and Yuel – including TitanStar Investment Group Inc., TitanStar Capital Corporation, TitanStar Finance Inc., ("TFI") and Round Table Management Inc. ("RTM") (together, the "Plaintiffs").

The Company's position in the Response is that:

- it is not in breach of the shareholder agreement between the Plaintiffs, the Company and certain of its shareholders (the "Shareholder Agreement");
- it is not in breach of the financing agreement between the Plaintiffs, the Company and certain of its shareholders (the "Financing Agreement"); and
- it is not in breach of the Trade-Name Licence Agreement and the Domain Name Licence Agreement between the Company and TitanStar Investment Group Inc.

In addition, the Company, along with certain of its shareholders, alleges in the Counterclaim that:

- Turner and Yuel breached their fiduciary duty and duty of care as directors of the Company;
- Turner and Yuel's actions were oppressive, unfairly prejudicial and unfairly disregarded the interests of the shareholders of the Company; and
- TFI and RTM must each repay TitanStar certain funds in accordance with their prior obligations.

The Company intends to continue to vigorously defend its rights and interests and to pursue any remedies available to it as a result of any damages caused to it.

FOR FURTHER INFORMATION PLEASE CONTACT:

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#### About TitanStar

TitanStar is a real estate issuer which currently holds the following assets:

- a 49% beneficial interest in Martin Downs Town Center, a 36,252 square foot retail shopping centre, located in Palm City, Florida;
- A 100% beneficial interest in Metro Gateway Shopping Center, a 64,793 square foot retail shopping centre, located in Phoenix, Arizona; and
- A 100% beneficial interest in 116th Street Centre, a 44,854 square foot retail centre, located in Carmel, Indiana.

*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.*