



**28 March 2019**

## **OPERATIONAL UPDATE**

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Cougar Metals NL (**Cougar** or the **Company**) wishes to provide an operational update as follows:

### **DNI Metals Arbitration Settlement (Canada):**

Pursuant to a settlement agreement dated September 24, 2018 between DNI Metals Inc and Cougar Metals NL, Cougar was to receive a total of C\$2.5 million over a two year period with the first installment of C\$250,000 to be paid on March 24, 2019. As DNI Metals Inc failed to make this payment, Cougar has issued DNI with a Notice of Default. Pursuant to the Settlement agreement DNI has 30 days to rectify the default by paying Cougar C\$250,000. Should the default not be rectified within the 30 day period, the entire settlement sum of C\$2,500,000 shall fall due and payable.

DNI Metals Inc is listed on the CSE exchange in Canada under the symbol DNI and holds the Vohitsara and Marafody graphite projects in Madagascar as well as a large poly-metallic project in Alberta, Canada. More information can be found on their website at <https://www.dnimetals.com/>.

### **KPM Arbitration (Canada):**

On 15 January 2019, the final award was issued from the arbitration hearing between Cougar Metals NL and Kenora Prospectors and Miner's (KPM). The award was entirely in Cougar's favour and resulted in an award, including costs and interest of C\$2.52M.

On Friday 15 March, the Superior Court of Ontario recognised the award as a judgement. Cougar is now in the process of enforcing the judgement against KPM.

KPM is an unlisted public company and holds 28 mining patents, with surface rights, covering approximately 650 Ha over a historic gold producing area in the Shoal Lake district of Northwestern Ontario, Canada.

### **Ceara Lithium Project (Ceara, Brazil):**

The initial surface soil geochemistry program has completed over the 28,666 Ha Project area, with the final samples being recently submitted for analysis.



**Pyke Hill Nickel/Cobalt project (Leonora, Western Australia)**

Approval has been received to conduct a further drilling program at the Pyke Hill Project, however the commencement of the program has been postponed pending funding.

**Plateado Cobalt Project (Chile) :**

Following the recent decline in cobalt prices, the board of Cougar has decided to discontinue with the farm in agreement over the Plateado Cobalt project.

For further information please contact the undersigned via email using [r.swick@cgm.com.au](mailto:r.swick@cgm.com.au).

Yours sincerely

**COUGAR METALS NL**

**RANDAL SWICK**

*Executive Chairman*