



ASX Announcement – 5 May 2010

No. of Pages: 1

CANCELLATION OF EMPLOYEE OPTIONS

Cougar Metals NL wishes to advise that 1,000,000 unlisted options (exercisable at \$0.30 per option on or before 31 December 2010) have been cancelled in accordance with the Rules of the Employee Option Plan.

Yours faithfully

RANDAL SWICK
Executive Chairman

About Cougar Metals NL:

Cougar Metals NL is a Perth based exploration company listed on the Australian Securities Exchange (ASX:CGM). The Company is focused on exploring the Alta Floresta Project in central west Brazil, where past production is estimated at five million ounces of gold. Cougar also operates a mineral drilling business in Brazil, providing surface diamond, reverse circulation and RAB drilling services to the Brazilian mining industry, and holds the mineral rights to the Pyke Hill JORC compliant Measured and Indicated Resource of 14.7mt @ 0.9% Ni and 0.060% Co.

Website: www.cgm.com.au