



MARKET RELEASE

28 June 2010

Cougar Energy Limited

TRADING HALT

The securities of Cougar Energy Limited (the "Company") will be placed in pre-open at the request of the Company, pending the release of an announcement by the Company. Unless ASX decides otherwise, the securities will remain in pre-open until the earlier of the commencement of normal trading on Wednesday, 30 June 2010 or when the announcement is released to the market.

Security Code: CXY

James Gerraty
Manager, Issuers (Melbourne)

Monday,
28 June 2010.

Mr James Gerraty,
Manager, Issuers (Melbourne & Hobart),
Australian Securities Exchange Limited,
Level 45, South Tower,
525 Collins Street,
Melbourne, Victoria, 3000.

By email to: james.gerraty@asx.com.au

Dear James,

Trading Halt Request

Cougar Energy Limited (ASX code: CXY) hereby requests a trading halt be placed on its quoted fully paid ordinary shares effective immediately, pursuant to listing rule 17.1, pending an announcement from the Company regarding a capital raising.

The Company intends to undertake a placement under listing rule 7.1 (issues not exceeding 15% of the Company's issued capital without shareholder approval) to institutional and sophisticated investors.

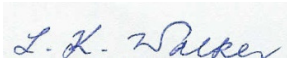
A series of presentations will be made to the brokers handling the placement and their respective clients. A copy of the information presented to these parties will be announced separately today. Once finalised, the results of the placement will be announced to the ASX.

The Company requests the trading halt until the placements outcome has been announced, subject to the two trading day limit imposed by listing rule 17.1.1.

The Company is not aware of any reason why the trading halt should not be granted.

Please do not hesitate to contact me on 0419 587 396, if you have any queries.

Yours sincerely,



Dr Len Walker,
Director.