

1 November 2011

ASX ANNOUNCEMENT

RE: CORRECTION TO QUARTERLY REPORT RELATING TO GOLD PRODUCTION IN TABLE 1

Cougar Metals NL (ASX Code: CGM) wishes to advise that it has identified an error in its quarterly report for the 3 months ended 30 September 2011 with respect to the information presented in Table 1: Gravity Circuit Production for 1st Quarter 2012, on page 4 of its report

The table referred to Gravity Recovered Gold being in grams (g) when in fact it should have read kilograms (kgs).

The table and associated narration should have read as follows:

Gold production and stockpiled tails

Gravity Processing

During the quarter the company processed a total of 1,368t of ore and recovered through the gravity circuit a total of 29.59kgs of gold resulting in an average mean grade of 21.6 g/t of gold. The table 1 presents production results for the quarter.

Month	Tonnes Processed	Gravity Recovered Gold (kgs)	Grade (g/t from gravity)
July	432	10.799	25.0
August	482	10.152	21.1
September	454	8.639	19.0
Total	1,368	29.590	21.6 (av.)

Table 1: Gravity Circuit Production for 1st Quarter 2012

The Company apologises for the error made and any inconvenience so caused.

Yours sincerely

COUGAR METALS NL



RANDAL SWICK
Managing Director