



MARKET RELEASE

20 July 2010

Cougar Energy Limited

SUSPENSION FROM OFFICIAL QUOTATION

The securities of Cougar Energy Limited (the "Company") will be suspended from quotation immediately, at the request of the Company, pending the release of an announcement by the Company.

For further details please refer to the Company's request dated 20 July 2010.

Security Code: CXY

James Gerraty
Manager, Issuers (Melbourne)

Tuesday,
20 July 2010

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

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

Dear James,

Voluntary Suspension Request

Cougar Energy Limited (ASX code: CXY) hereby requests the voluntary suspension of its quoted fully paid ordinary shares effective immediately pursuant to listing rule 17.2, pending an announcement from the Company regarding the Queensland Government Department of Environment and Resource Management's ("DERM") decision not to remove its halt on the operation of the Company's Kingaroy pilot plant.

The Board requires further time to assess the implications of this decision as well as its working capital requirements and arrangements for works required to be completed by DERM as well as on-going operations. The Company hopes to be in a position to make a further announcement to the market in relation to its outcome by 3 August 2010.

The Company is concerned that until the Board has completed consideration of these issues there may be uncertainties surrounding the implications for the Company's operations and that the market in its securities may therefore not be fully informed.

The Company is not aware of any reason why the voluntary suspension should not be granted.

Yours sincerely,



Dr Len Walker,
Director.