

30 November 2012

Company Announcement Office
ASX Limited
Exchange Plaza
2 The Esplanade
PERTH WA 6000

Dear Sirs

AWARD OF DRILLING CONTRACT

Cougar Metals NL (ASX Code: CGM) (the “**Company**”) wishes to advise that it has received formal notification of the award of a 14,000 metre RC drill contract to commence in early December 2012.

The drilling work will be performed by the Company’s Brazil drilling subsidiary, Geologica Sondagens Ltda and will take place in Mato Grosso. The contract is expected to be completed within 4 months.

Commenting, Managing Director Mr Randal Swick said “This award coupled with the recent award of a 20,000 metre RC contract in Amapa supports the Company’s decision to increase its RC capability within Brazil. Together, these two contracts should generate strong cash-flows”.

For further information please contact the undersigned via email at r.swick@cgm.com.au or alternatively contact Michael Fry (CFO & Company Secretary) on +61 8 9381 1755.

Yours faithfully,



RANDAL SWICK
Managing Director

About Geologica Sondagens Ltda:

Geologica Sondagens Ltda is the Group’s Brazilian drilling service provider. It operates a fleet of 9 owned rigs and from time to time can and may supplement its fleet with hire drill rigs. The Company has operated since 2007 and employs all Brazilian local staff. Its drill fleet comprises 3 Surface RC rigs, 1 Surface RAB rig and 5 Surface Diamond rigs.