

25 May 2012

Mr James Gerraty
Australian Securities Exchange Limited
Level 45, South Tower,
525 Collins Street,
Melbourne, VIC 3000

Notice under Section 708A(5)(e) Corporations Act

On 25 May 2012, Cougar Energy Limited ABN 75 060 111 784 ("the Company") issued 12,500,000 fully paid ordinary shares in accordance with the terms of its Security Purchase Agreement with The Australian Special Opportunity Fund LP, which was announced to the market on 25 May 2012.

Accordingly the Company gives notice under section 708A(5)(e) of the Corporations Act 2001 (Cth) (the "Corporations Act") that:

1. the abovementioned fully paid ordinary shares were issued without disclosure to investors under Part 6D.2 of the Corporations Act;
2. as at the date of this notice, the Company has complied with:
 - (a) the provisions of Chapter 2M of the Corporations Act as they apply to the Company; and
 - (b) section 674 of the Corporations Act; and
3. as at the date of this notice there is no "excluded information" (as defined in subsection 708A (7) of the Corporations Act) which is required to be disclosed by the Company.

Yours sincerely,

Cougar Energy Limited



Dr Len Walker

Director