

**ARGOSY ENERGY INC.**

**PRESS RELEASE**

**FOR IMMEDIATE DISTRIBUTION**

**Argosy Energy Inc. Announces the Engagement of Peters & Co. Limited (Peters & Co.) to Assist in Rationalization of Its Saxon Property**

June 1, 2010 - Calgary, Alberta: Argosy Energy Inc. (the "Corporation") ("Argosy") (TSX: GSY) is pleased to announce that it has engaged Peters & Co. to assist it in the rationalization of its Saxon property. The decision to rationalize this property comes as a result of the Corporation's review of its exploration projects. The proposed rationalization will streamline operational activities and provide additional funds to further the exploitation of the Claresholm, Pearce and Edson areas.

Information in regards to the Saxon divestiture will be made available on the website of Peters & Co. ([www.petersco.com](http://www.petersco.com)). Argosy expects that transaction proposals will be received in early July.

Argosy is a junior oil and gas company focused on the exploration for and development of oil and natural gas in western Canada.

For further information contact:

Mr. Peter Salamon  
President and CEO  
Argosy Energy Inc.  
2100, 500 – 4<sup>th</sup> Avenue S.W.  
Calgary, Alberta  
Telephone: (403) 269-8846

Mr. Tom Dalton  
Vice President Finance and CFO

Email: [investor@argosyenergy.com](mailto:investor@argosyenergy.com)

Website: [www.argosyenergy.com](http://www.argosyenergy.com)

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*This media release contains certain statements which constitute forward-looking statements or information. Although the Corporation believes that the expectations reflected in its forward-looking statements are reasonable, its forward-looking statements have been based on factors and assumptions concerning future events which may prove to be inaccurate. Those factors and assumptions are based upon currently available information. Such statements are subject to known and unknown risks, uncertainties and other factors that could influence actual results or events and cause actual results or events to differ materially from those stated, anticipated or implied in the forward looking information. As such, readers are cautioned not to place undue reliance on the forward looking information, as no assurance can be provided as to future results, levels of activity or achievements. Risks include, but are not limited to: uncertainties and other factors that are beyond the control of the Corporation, risks associated with the oil and gas industry, commodity prices and exchange rate changes, operational risks associated with exploration, development and production operations, delays or changes in plans, risks associated with the uncertainty of reserve estimates, health and safety risks and the uncertainty of estimates and projections of production, costs and expenses. The Corporation assumes no obligation to update any forward-looking statements or to update the reasons why actual results could differ from*

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