

ARGOSY ENERGY INC.

PRESS RELEASE

**ARGOSY ENERGY INC. ANNOUNCES CLOSING OF SECOND TRANCHE OF PRIVATE
PLACEMENT FOR \$2.7 MILLION**

FOR IMMEDIATE RELEASE – MARCH 8, 2010

ARGOSY ENERGY INC. (“Argosy” or the “Corporation”) (GSY.TSX), a junior energy company focused on the acquisition, exploration, exploitation and development of oil and natural gas in Western Canada is pleased to announce that it closed the second and last tranche of its previously announced non-brokered private placement financing (the “Financing”) of common shares (“Argosy Shares”) and common share purchase warrants (“Argosy Warrants”) for gross proceeds of approximately \$2.7 million.

Each whole Argosy Warrant shall entitle the holder thereof to receive one Argosy Share at an exercise price of \$2.25 per share for a period of 18 months. The exercise period of the Argosy Warrants may be accelerated in the event that the 20 day trading volume weighted average price of the Argosy Shares meets or exceeds \$3.00 during the period such warrants remaining remain outstanding. In addition, the Argosy Warrants will be subject to a warrant indenture which will provide for anti-dilution provisions.

The Argosy Shares and Argosy Warrants are subject to a hold period until July 9, 2010 under applicable securities laws.

The proceeds will be used to fund exploration of Argosy’s current oil and gas properties and general working capital purposes.

Pursuant to the requirements of the TSX for shareholder approval where (i) under a private placement the number of listed securities (common shares) issuable is greater than 25% of the number of listed securities outstanding on a non-diluted basis if the price per security is less than the market price; (ii) on an acquisition where the number of securities issuable in payment of the purchase price exceeds 25% of the number of securities of the issuer outstanding on a non-diluted basis; and (iii) where the transaction materially affects control of the issuer, the Corporation received written evidence that holders of more than 50% of the voting securities of the Corporation are familiar with the terms of the Financing and are in favour of it.

GMP Securities LP acted as financial advisor to Argosy in connection with the Transaction and the Financing.

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