



**Canacol Energy Ltd. Announces Convertible Debentures to Commence Trading on TSX
Venture Exchange**

CALGARY, ALBERTA -- (July 21, 2010) – Canacol Energy Ltd. ("Canacol" or the "Corporation") (TSX VENTURE: CNE) is pleased to announce that the TSX Venture Exchange (the "TSXV") issued its final bulletin with respect to the Corporation's recently completed bought deal short form prospectus offering of convertible unsecured debentures. The debentures will commence trading at market open on the TSXV on Wednesday, July 21, 2010 under the trading symbol "CNE.DB".

Canacol is a Canadian based international oil and gas corporation with operations in Colombia, Brazil and Guyana. Canacol is publicly traded on TSX Venture Exchange (TSX VENTURE:CNE). The Corporation's public filings may be found at www.sedar.com.

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