

31 October 2015

QUARTERLY ACTIVITIES REPORT – September 2015

Highlights:

- **Option Agreement to Acquire Electricity Retailer**
 - **Capital Raising Update**
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Proposed Acquisition of Locality Planning Energy Pty Ltd (LPE)

Stratum was very pleased to execute an exclusive option agreement to acquire 100% of the issued capital in electricity retailer Locality Planning Energy Pty Ltd (LPE).

LPE holds 1 of only 20 active energy retail authorisations with the Australian Energy Regulator (AER) to supply and sell electricity to residential, commercial and industrial customers throughout the National Energy Market. LPE supplies and manages electricity sales to strata communities, both existing and new developments, generating significant savings on electricity delivered to strata community common areas and its occupants.

LPE's unique purchasing model is matched against 5 to 10 year supply contracts providing LPE with consistent recurring revenues. LPE is transforming the electricity retail supply industry by providing an intelligent solution to help its customers shift away from high electricity costs, with no risk and no cost upfront cost. LPE is at the forefront of innovative electricity supply with a commitment to the integration of technology and renewable infrastructure, to provide the highest savings to its customers.

During the period Stratum completed due diligence and exercised its option, and on 28 September 2015 gave notice to members of a General Meeting to be held on 2 November 2015 to consider, amongst other matters, that transaction which will constitute a change in nature and scale of activities pursuant to ASX Listing Rule 11.1. Full details of matters being considered may be found on the Company website at [SXT Notice of GM](#). Work also began during the period on the prospectus associated with the public offer by which the Company may issue up to 300,000,000 Shares at \$0.02 to raise up to \$6,000,000. The prospectus was lodged with ASIC on 12 October 2015 and may also be found on the Company website at [SXT Prospectus](#).

Capital Raising Update

In August Stratum completed a capital raising totalling \$250,000. The funds were raised through unsecured loans convertible into shares at 2 cents each (subject to shareholder approval). The material terms of the loans are that they will be convertible at completion of the acquisition of Locality Planning

Energy Pty Ltd (LPE) or 9 months following any termination of same. The interest rate of 24% was paid in shares, in advance, from Stratum's existing capacity under Listing Rule 7.1.

Stratum also issued 7,666,667 ordinary fully paid shares after the receipt of notice of exercise of options issued pursuant to shareholder approval gained at the 2014 Annual General Meeting. The exercise price of the options was \$0.02, raising \$153,333.

East Menzies Goldfield Project ('EMGP')

During the quarter technical work was limited. The main focus was completion of the combined annual technical report for all tenements on the EMGP. Work was also completed to assess the potential of the existing drilling in the Goodenough area (M29/141) to support an alternate interpretation to the existing resource estimate (completed in 2003). The existing estimate was based on a tabular mineralisation model and generated a resource grade of 2.1 g/t gold, well below historic mined grades. The work during the quarter found an alternate plunging higher grade shoot model can be supported by the existing drilling.

Tenement Movements

Please refer to appendix 1: Disclosures Required Under ASX Listing Rule 5.3.3

Damon Sweeny
Company Secretary

APPENDIX 1- DISCLOSURES REQUIRED UNDER ASX LISTING RULE 5.3.3

1. Mining tenements held at the end of the quarter and their location

Project	Tenement	Location	% Ownership
MENZIES	M29/0141	WA	100%
MENZIES	M29/0189	WA	80%
MENZIES	P29/1928	WA	100%
MENZIES	P29/1929	WA	80%
MENZIES	P29/1930	WA	100%
MENZIES	P29/1931	WA	100%
MENZIES	P29/2101	WA	100%
MENZIES	P29/2102	WA	100%
MENZIES	P29/2103	WA	85%
MENZIES	P29/2106	WA	85%
MENZIES	P29/2107	WA	85%
MENZIES	P29/2108	WA	100%
MENZIES	P29/2109	WA	100%
MENZIES	P29/2110	WA	100%
MENZIES	P29/2111	WA	100%
MENZIES	P29/2113	WA	100%
MENZIES	P29/2114	WA	100%
MENZIES	P29/2124	WA	100%
MENZIES	P29/2125	WA	100%
MENZIES	P29/2126	WA	100%
MENZIES	P29/2127	WA	100%
MENZIES	P29/2128	WA	80%
MENZIES	P29/2129	WA	80%
MENZIES	P29/2133	WA	80%
MENZIES	P29/2140	WA	80%
MENZIES	P29/2141	WA	100%
MENZIES	P29/2145	WA	100%
MENZIES	P29/2146	WA	100%
MENZIES	P29/2147	WA	100%
MENZIES	P29/2148	WA	100%
MENZIES	P29/2149	WA	100%
MENZIES	P29/2150	WA	100%
MENZIES	P29/2161	WA	100%
MENZIES	P29/2162	WA	100%
MENZIES	P29/2163	WA	100%
MENZIES	P29/2164	WA	100%
MENZIES	P29/2174	WA	100%
MENZIES	P29/2175	WA	100%
MENZIES	P29/2220	WA	100%
MENZIES	P29/2221	WA	100%
MENZIES	P29/2222	WA	100%
MENZIES	P29/2223	WA	100%
MENZIES	P29/2224	WA	100%
MENZIES	P29/2225	WA	100%
MENZIES	P29/2226	WA	100%

Project	Tenement	Location	% Ownership
MENZIES	P29/2227	WA	100%
MENZIES	P29/2228	WA	100%
MENZIES	P29/2242	WA	100%
MENZIES	P29/2243	WA	100%
MENZIES	P29/2244	WA	100%
MENZIES	P29/2245	WA	100%
MENZIES	P29/2246	WA	100%
MENZIES	P29/2247	WA	100%
MENZIES	P29/2248	WA	100%
MENZIES	P29/2249	WA	100%
MENZIES	P29/2270	WA	100%
MENZIES	P29/2272	WA	100%
MENZIES	P29/2273	WA	100%
MENZIES	P29/2274	WA	100%
MENZIES	P29/2275	WA	100%
MENZIES	P29/2276	WA	90%
MENZIES	P29/2277	WA	90%
MENZIES	P29/2278	WA	90%
MENZIES	P29/2279	WA	90%
MENZIES	P29/2280	WA	90%
MENZIES	P29/2281	WA	90%
MENZIES	P29/2282	WA	100%
MENZIES	P29/2283	WA	100%
MENZIES	P29/2284	WA	100%
MENZIES	P29/2285	WA	100%
MENZIES	P29/2337	WA	100%

2. Mining tenements acquired and disposed of during the quarter and their location

Project	Tenement reference	Location	Nature of interest	Interest at beginning of quarter	Interest at end of quarter
NIL					

3. Beneficial percentage interests held in farm-in or farm-out agreements at end of the quarter and beneficial percentage interests in in farm-in or farm-out agreements acquired or disposed of during the quarter

The Company is not party to any farm-in or farm-out agreements.