

23 October 2015

ASX ANNOUNCEMENT

OPTION AGREEMENT FOR DISPOSAL OF MINERAL INTERESTS

Stratum Metals Limited (**Stratum** or **Company**) is pleased to announce that it has entered into a heads of agreement under which it has granted an option to Australian Mineral Partners Pty Ltd (**AMP**) to acquire all of Stratum's interest in Menzies Gold Limited (**Menzies**) (100%) and Riqo Pty Ltd (**Riqo**) (80%), the holders of the Company's mineral exploration interests, and all loans owing to Stratum by Menzies and Riqo (**Disposal**). Stratum and AMP shall agree the terms and conditions of the Disposal under a formal agreement in due course.

As previously announced, the Company is in the process of satisfying the conditions precedent for its acquisition of 100% of the issued capital in energy retailer Locality Planning Energy Pty Ltd (**LPE**). As a result, the Company has been evaluating alternative initiatives to progress or divest the Company's mineral exploration projects.

Based on the Company's current circumstances, the Directors consider that the proposed Disposal is in the best interests of the Company and will allow it to focus on the LPE business to add Shareholder value.

Key Terms

The key terms of the Disposal are as follows:

1. The option is exercisable by AMP between 30 November and 31 December 2015 by notice to Stratum in writing.
2. AMP will pay a refundable deposit of \$100,000. In the event the option is not exercised this amount (less any adjustments due and payable by AMP) shall be refunded to AMP within 14 days.
3. AMP agrees to spend a minimum of \$50,000 on work commitments associated with the projects and up to a further \$20,000 at its option.

For further information on the Company's activities, please refer to ASX announcements or the Company's website www.stratummetals.com.au, for the latest Investor Presentation.

On behalf of the Board
Damon Sweeny
Company Secretary

About 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.