

28 July 2015

Sebastian Bednarczyk
Senior Adviser, Listings Compliance (Perth)
Via email: Sebastian.Bednarczyk@asx.com.au

ASX ANNOUNCEMENT

Response to Price and Volume Query

Stratum Metals Limited (Stratum or the Company) has considered ASX's query with respect to the change in the price of the Company's securities from a close of \$0.007 on 27 April 2015 to an intraday high of \$0.014 at the time of your query today, 27 July 2015.

Stratum responds as follows;

1. No.
2. No.
3. Stratum advises that it is now actively engaging with its shareholder base and the wider investment community, promoting and explaining the contents of the investor presentation announced on 21 July and the business performance update regarding Locality Planning Energy Pty Ltd ('LPE', the subject of the proposed acquisition announced on 3 July 2015). Stratum believes the recent trading to be a rational market response to those recent activities.
4. We confirm that the Company is in compliance with the Listing Rules and, in particular, Listing Rule 3.1. The Company is currently in a trading halt and expects the announcement referred to in the halt request to be released to the market immediately following the release of this response.

On behalf of the Board
Damon Sweeny
Company Secretary

Stratum Metals Limited ACN 147 867 301

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About Locality Planning Energy Pty Ltd (LPE)

LPE is an energy retailer authorised by the Australian Energy Regulator (AER) to supply and sell electricity to residential customers throughout the National Energy Market (NEM). 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.

Currently LPE hold 1 of only 23 active small customer energy retail authorisations with the AER Australia wide focussed on residential customers. 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.



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27 July 2015

Damon Sweeny
Company Secretary
Stratum Metals Limited
55 Hampden Road
NEDLANDS WA 6009

By Email

Dear Damon

Stratum Metals Limited (“the Entity”)

PRICE AND VOLUME QUERY

We have noted a change in the price of the Entity's securities from a close of \$0.007 on 24 July 2015 to an intra-day high of \$0.014 today, 27 July 2015. We have also noted an increase in the volume of trading in the Entity's securities over this period.

In light of the price change and increase in volume, ASX asks you to respond separately to each of the following questions:

1. Is the Entity aware of any information concerning it that has not been announced to the market which, if known by some in the market, could explain the recent trading in its securities?
2. If the answer to question 1 is “yes”:
 - a. Is the Entity relying on Listing Rule 3.1A not to announce that information under Listing Rule 3.1?

Please note that the recent trading in the Entity's securities would suggest to ASX that such information may have ceased to be confidential and therefore the Entity may no longer be able to rely on Listing Rule 3.1A. Accordingly, if the answer to this question is “yes”, you need to contact us immediately to discuss the situation.
 - b. Can an announcement be made immediately?

Please note, if the answer to this question is “no”, you need to contact us immediately to discuss requesting a trading halt (see below).
 - c. If an announcement cannot be made immediately, why not and when is it expected that an announcement will be made?
3. If the answer to question 1 is “no”, is there any other explanation that the Entity may have for the recent trading in its securities?
4. Please confirm that the Entity is in compliance with the Listing Rules and, in particular, Listing Rule 3.1.

When and where to send your response

This request is made under, and in accordance with, Listing Rule 18.7. Your response is required as soon as reasonably possible and, in any event, by not later than **5:00 p.m. WST on 27 July 2015**. If we do not have your response by then, ASX will have no choice but to consider suspending trading in the Entity's securities under Listing Rule 17.3.

You should note that if the information requested by this letter is information required to be given to ASX under Listing Rule 3.1 and it does not fall within the exceptions mentioned in Listing Rule 3.1A, the Entity's obligation is to disclose the information "immediately". This may require the information to be disclosed before the deadline set out in the previous paragraph.

ASX reserves the right to release a copy of this letter and your response on the ASX Market Announcements Platform under Listing Rule 18.7A. Accordingly, your response should be in a form suitable for release to the market.

Your response should be sent to me by e-mail on allexchperth@asx.com.au or by facsimile to 08 9381 1322. It should not be sent directly to the ASX Market Announcements Office. This is to allow me to review your response to confirm that it is in a form appropriate for release to the market, before it is published on the ASX Market Announcements Platform.

Listing Rule 3.1

Listing Rule 3.1 requires a listed entity to give ASX immediately any information concerning it that a reasonable person would expect to have a material effect on the price or value of the entity's securities. Exceptions to this requirement are set out in Listing Rule 3.1A.

The obligation of the Entity to disclose information under Listing Rules 3.1 and 3.1A is not confined to, nor is it necessarily satisfied by, answering the questions set out in this letter.

In responding to this letter, you should have regard to the Entity's obligations under Listing Rules 3.1 and 3.1A and also to Guidance Note 8 *Continuous Disclosure: Listing Rules 3.1 – 3.1B*.

Trading halt

If you are unable to respond to this letter by the time specified above, or if the answer to question 1 is "yes" and an announcement cannot be made immediately, you should discuss with us whether it is appropriate to request a trading halt in the Entity's securities under Listing Rule 17.1.

If you wish a trading halt, you must tell us:

- the reasons for the trading halt;
- how long you want the trading halt to last;
- the event you expect to happen that will end the trading halt;
- that you are not aware of any reason why the trading halt should not be granted; and
- any other information necessary to inform the market about the trading halt, or that we ask for.

We may require the request for a trading halt to be in writing. The trading halt cannot extend past the commencement of normal trading on the second day after the day on which it is granted.

You can find further information about trading halts in Guidance Note 16 *Trading Halts & Voluntary Suspensions*.

If you have any queries or concerns about any of the above, please contact me immediately.

Yours sincerely

[Sent electronically without signature]

Sebastian Bednarczyk
Senior Adviser, Listings Compliance (Perth)