

20 November 2014

ASX ANNOUNCEMENT

CAPITAL RAISING UPDATE

Highlights

- **Capital Raising over Two Stages announced in September**
 - **Appointed Armada Capital as Lead Manager**
 - **Stage 1 Raising completed**
 - **AGM approvals received**
 - **Stage 2 Raising to commence**
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On 10 September 2014 Stratum Metals Limited (**Stratum** or **Company**) announced that it had signed a Mandate appointing Armada Capital Limited (**Armada**) as Lead Manager to raise up to \$2.3 million via a two stage capital raising (**Mandate**).

Stage 1 comprised unsecured loans to Stratum of up to \$250,000 repayable on the earlier of six months or completion of Stage 2 raising. Stratum has received shareholder approval for the loans to be converted into Stratum shares at a price of \$0.006 or 80% of the Stage 2 raising price, whichever is the lesser. Each converted share will have one free attaching option (exercisable at \$0.02 on or before 29 February 2016). The lenders may elect to be repaid in cash or shares (and attaching options), or a combination thereof. **The Stage 1 raising, of loans totalling \$205,000, has been completed.**

Stage 2 will comprise the issue of up to 274,333,333 new shares at \$0.0075 per share with one free attaching option (exercisable at \$0.02 on or before 29 February 2016) for every two shares issued to raise a total of up to \$2,057,500. **Shareholder approval for the Stage 2 raising has been received. Following the completion of the Stage 1 raising, Stage 2 will commence shortly.**

Stratum remains committed to its current portfolio of assets, however the Board remains open to further new investments and is currently reviewing these opportunities.

Further terms and conditions relating to the raisings are included in the Company's ASX announcement made on 10 September 2014.

Armada Capital

Armada Capital is a Perth based specialist investment and advisory firm with a significant global network of brokers, industry professionals and investor access.

Armada is a small cap sector specialist with industry experience in gold, copper, iron ore, oil, gas and renewable energy.

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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
DP Cornish
Company Secretary