



12 March 2014

ASX ANNOUNCEMENT

Shares Issued with Security Holder Approval under Listing Rule 7.1A

With reference to the share placement made today of 10,050,000 shares at \$0.03, the following information is provided in accordance with Listing Rule 7.1 A.4(b).

(a) Details of the dilution to the existing holders of ordinary securities caused by the issue:

The Company issued 10,050,000 shares, 6,383,333 under Listing Rule 7.1A and the remainder under Listing Rule 7.1. This resulted in the following dilution to existing shareholders:

Number of shares on issue prior to share issue	66,272,939	Dilution
Shares issued under Listing Rule 7.1A	6,383,333	9.63%
Shares issued under Listing Rule 7.1	3,666,667	5.53%
Total Shares on issue	76,322,939	15.16%

(b) Where the equity securities are issued for cash consideration, a statement of the reasons why the eligible entity issued the equity securities as a placement under rule 7.1A and not as (or in addition to) a pro rata issue or other type of issue in which existing ordinary security holders would have been eligible to participate.

The Company announced the undertaking of a share placement on 7 March 2014 to eligible persons. Given the Company's financial position, the availability of funds from an eligible person was considered to be an efficient and expedient method for raising funds.

(c) Details of any underwriting arrangements, including any fees payable to the underwriter.

As announced on 7 March 2014, the share placement was not underwritten.

(d) Any other fees or costs incurred in connection with the issue

Apart from ASX related security listing fees, no other fees or costs were incurred in connection with the issue.

On behalf of the Board
DP Cornish
Company Secretary

Stratum Metals Limited ACN 147 867 301

Level 5, 10 Market Street (GPO Box 2676) Brisbane QLD 4001

Ph +61 7 3212 6230 | Fax +61 7 3212 6250

ASX Code: SXT | www.stratummetals.com.au