



27 December 2012

ASX ANNOUNCEMENT

Stratum has pieced together the jigsaw of leases held in separate hands from eleven different entities across 86 km² of the Historic East Menzies Goldfield in Western Australia. Stratum will move forward with the acquisition supported by a new strategic international investor

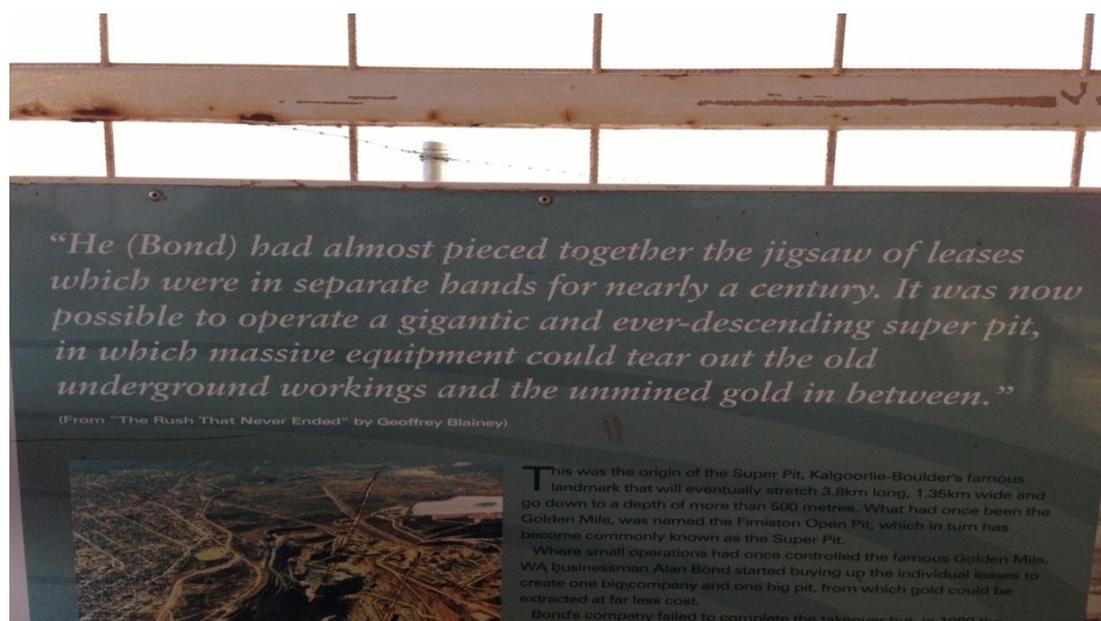
Due diligence work supports decision to proceed with consolidation plans for the East Menzies Goldfield.

Initial expectations surrounding the Good Enough Gold Resource and potential production appears optimistic. Independent Optimisation study completed by Orelogy shows a proportion of the existing resource can be extracted at a cash cost of \$1,112 per ounce based on contract mining and utilising a nearby Gold Mill.

Menzies Goldfield Limited incorporated as a subsidiary to Stratum Metals Limited.

Mountain Gold International Limited; a strategic international investor, invested AU\$1.35M for a 40% ownership of Menzies Goldfield Limited to secure acquisition, provide early settlement to Resource Assets Pty Ltd and settle with the entire consortium mid-January 2013.

Planning underway to commence work on the ground in first quarter 2013.



Stratum Metals Limited ACN 147 867 301

7/151 Macquarie Street, Sydney NSW Australia 2000

Ph +61 2 9276 1245 | Fax +61 2 9276 1284

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

Stratum's board is satisfied the Company's due diligence work completed over the last month supports continuing down the path of consolidating the East Menzies Goldfield. The due diligence work has highlighted the significant potential of the area to generate further gold resources. Significantly however, it showed the current Good Enough Gold Resource will only support modest open pit mining as it stands and additional drilling is required to improve resource quality before re-optimisation.

The Company can also confirm a new strategic International based investor, Mountain Gold International Limited, has been secured to assist in funding the East Menzies acquisitions. An initial AU\$1.35M investment has been made with an expectation that further funding will follow in 2013.

Stratum welcomes Mountain Gold International as our joint venture partner with this project and we look forward to building a successful long term relationship.

Stratum has received a letter from Peak Resources Limited (ASX. PEK) authorising exploration work on the Riqo Pty. Limited ground before settlement occurs on the 28th February 2013 (M29/189 is held under option with PEK by Riqo). Subject to approvals Stratum plans to commence drilling our highly prospective priority targets in February 2013.

In December, as part of our due diligence, a site visit was completed by the Stratum board with, Resource Assets, Riqo, Stratum's geologist and Independent Geologist Dr. Dennis Gee.





New changes to initial binding heads of agreements

New Terms with Resource Assets Pty Limited:

Final Consideration for the acquisition to obtain 100% of tenements:

- AUD\$1,400,000 of which \$50,000 has already been paid (this is a discount of \$600,000 for early cash settlement and funding secured)
- 7,000,000 shares (issued at 25c)
- 250,000 options (exercisable at 25c)
- 250,000 options (exercisable at 35c)
- Acquisition completion date 18 January 2013

Terms with Riqo Pty. Limited

1st payment AUD\$50,000 non-refundable instalment paid to secure 45 day due diligence period – paid

2nd payment AUD\$50,000 non-refundable instalment paid on the 21st December 2012

Final consideration for the acquisition to obtain 80% of the company

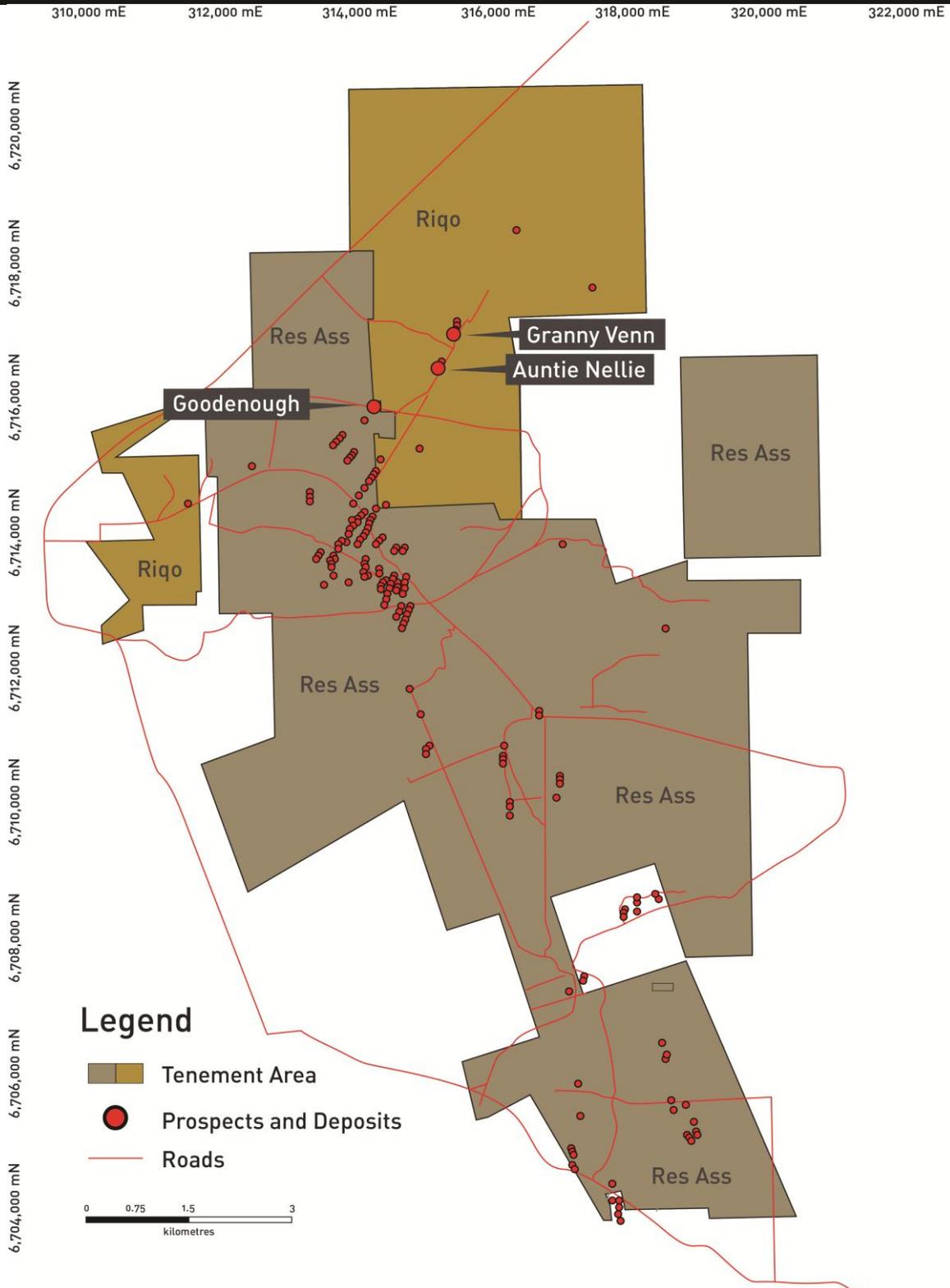
- AUD\$200,000
- 5,749,285 shares (issued at 25c)
- 500,000 options (exercisable at 25c)
- Acquisition completion date 28 February 2013

Stratum Metals Limited ACN 147 867 301

7/151 Macquarie Street, Sydney NSW Australia 2000

Ph +61 2 9276 1245 | Fax +61 2 9276 1284

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





We have the board, management and strategic shareholders to support our projects and we anticipate an active and rewarding year ahead for our shareholders.

Regards

Martin Holland

Managing Director

About Stratum Metals Limited

Stratum Metals Limited was formed to utilise some of the latest innovations in geosciences to target areas in Western Australia prospective for the discovery of gold and copper-gold ore bodies.

Stratum Metals has acquired a tenement portfolio located in the prospective gold and copper mineralisation region of Yilgarn in Western Australia. These tenements cover a range of mineralising systems in known and emerging mineral provinces in Western Australia, where potential exists for new gold, copper and nickel discoveries.

Stratum Metals has commenced comprehensive and intensive exploration of the targets identified in the search for new ore bodies.

Stratum Metals Limited ACN 147 867 301

7/151 Macquarie Street, Sydney NSW Australia 2000

Ph +61 2 9276 1245 | Fax +61 2 9276 1284

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