

ASX Announcement
10 April 2019

Key IOCG tenement EL6335 granted to SER

Further to our announcement of 3 December 2018, SER has now been granted Exploration Licence EL6335 "Billa Kalina" in the Olympic Copper-Gold Province.

SER won EL6335 in a competitive process following BHP's announcement of a significant Iron Oxide Copper-Gold (IOCG) discovery at Oak Dam West.

EL6335 covers coincident and offset gravity and magnetic anomalies approximately 60km northeast of the Prominent Hill copper-gold mine.

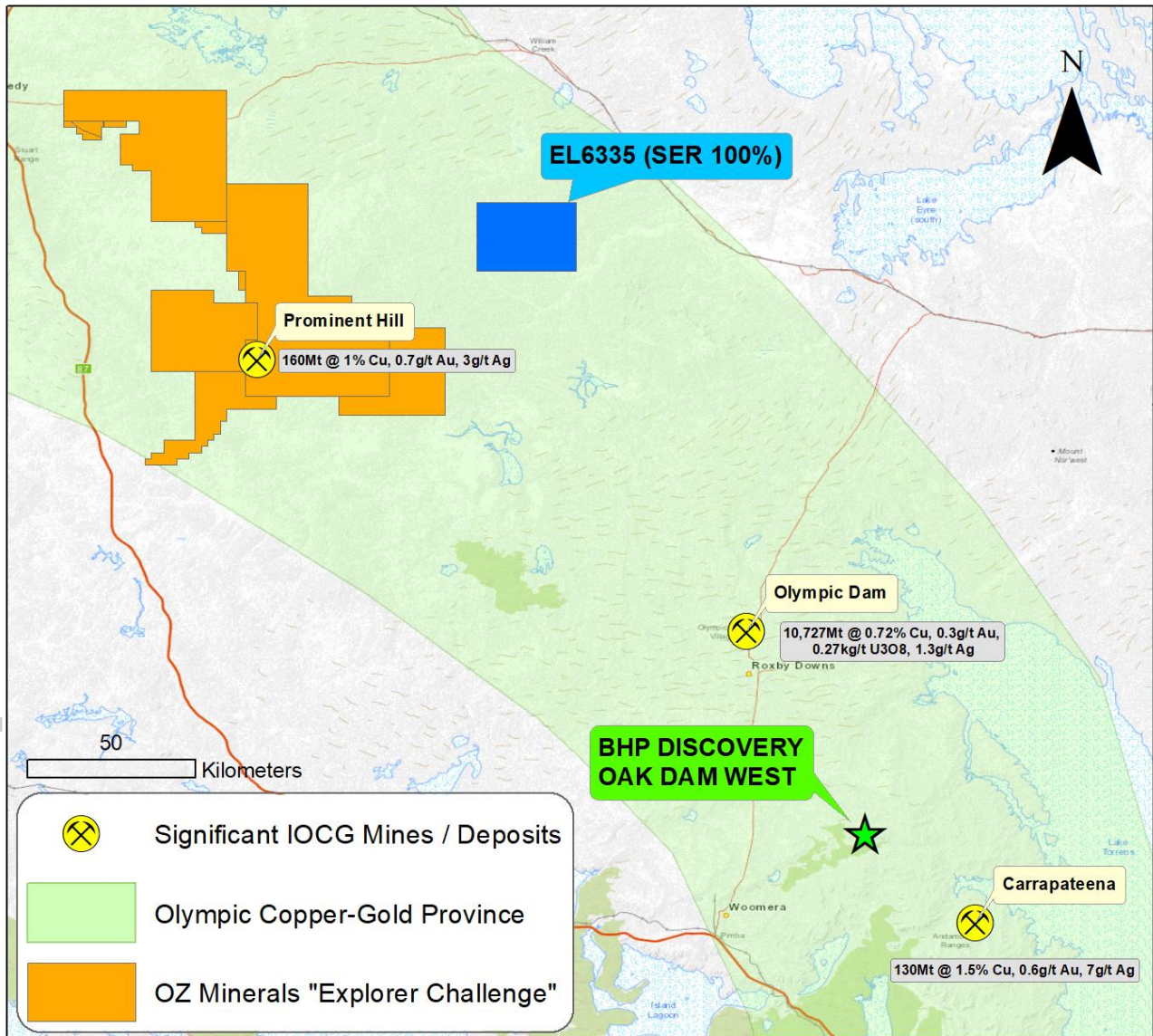


Figure 1: Location of EL6335 within the Olympic Cu-Au Province

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EL6335 covers long-recognised coincident and offset gravity and magnetic anomalies. In fact, the anomalies were drill tested with two holes in 1977-78 by Newmont. The historic holes, SR11 (maximum depth 103.9m) and SR12 (399m), targeted the anomalies but failed to reach basement and explain the anomalous responses. Rio Tinto Exploration subsequently held the ground but did not drill the targets due to land access issues. The source of the geophysical anomalies remains unknown and these historic holes are the only drilling within ELA 2018/185.

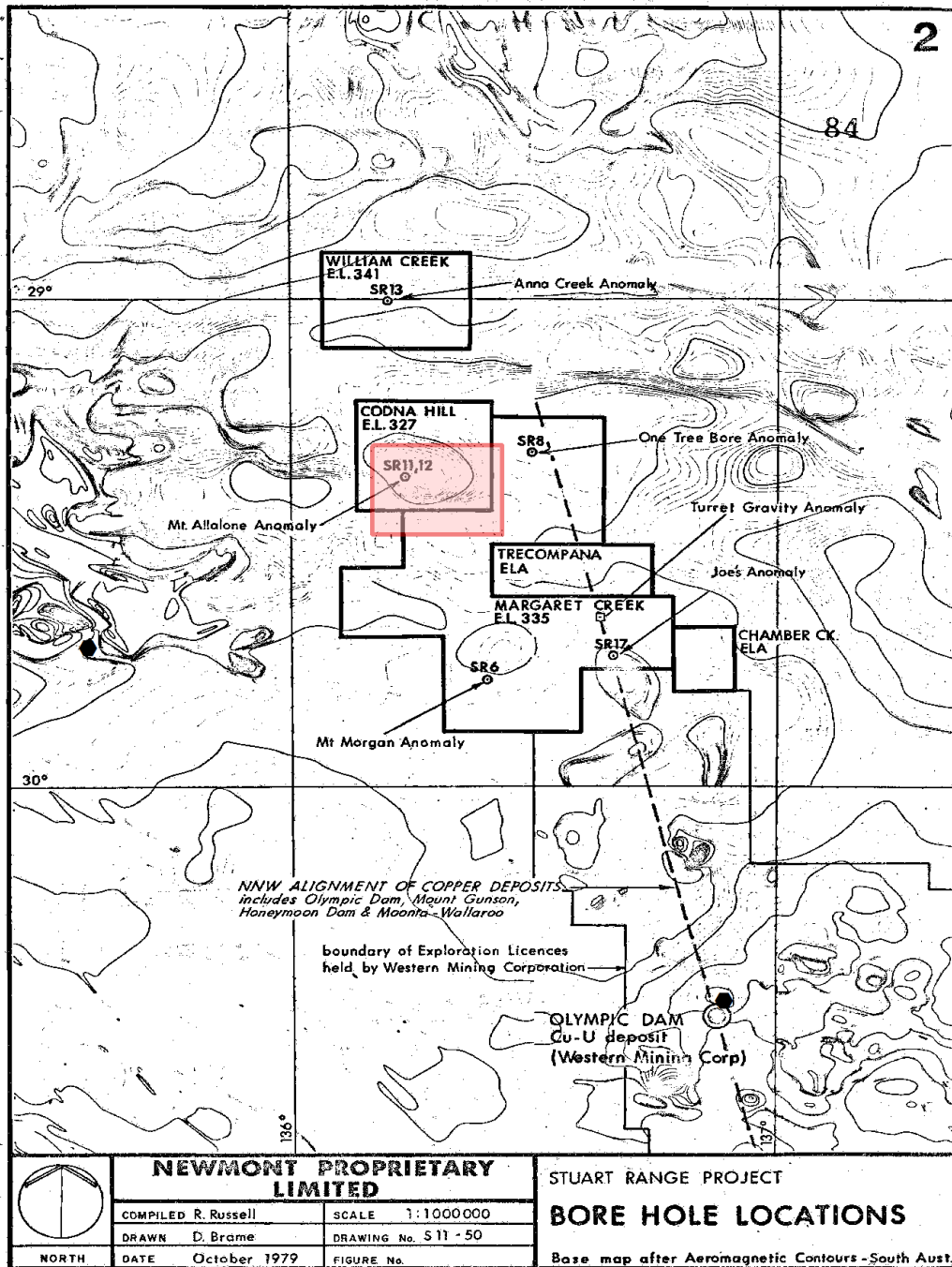


Figure 2: 1979 Newmont map of Mt Allalone Anomaly and drill holes SR11 / SR12 which failed to explain the anomaly (SER EL6335 shown in red)

The key geophysical anomalies in this region of the northeastern Gawler Craton are mostly held by major companies such as BHP, OZ Minerals and FMG (see Figure 3).

EL6335 also lies to the east of OZ Mineral’s innovative “Explorer Challenge” competition where OZ Minerals has released all previous exploration data and offered AUD\$1m in prize money to anyone who can help discover a copper-gold deposit in this area.

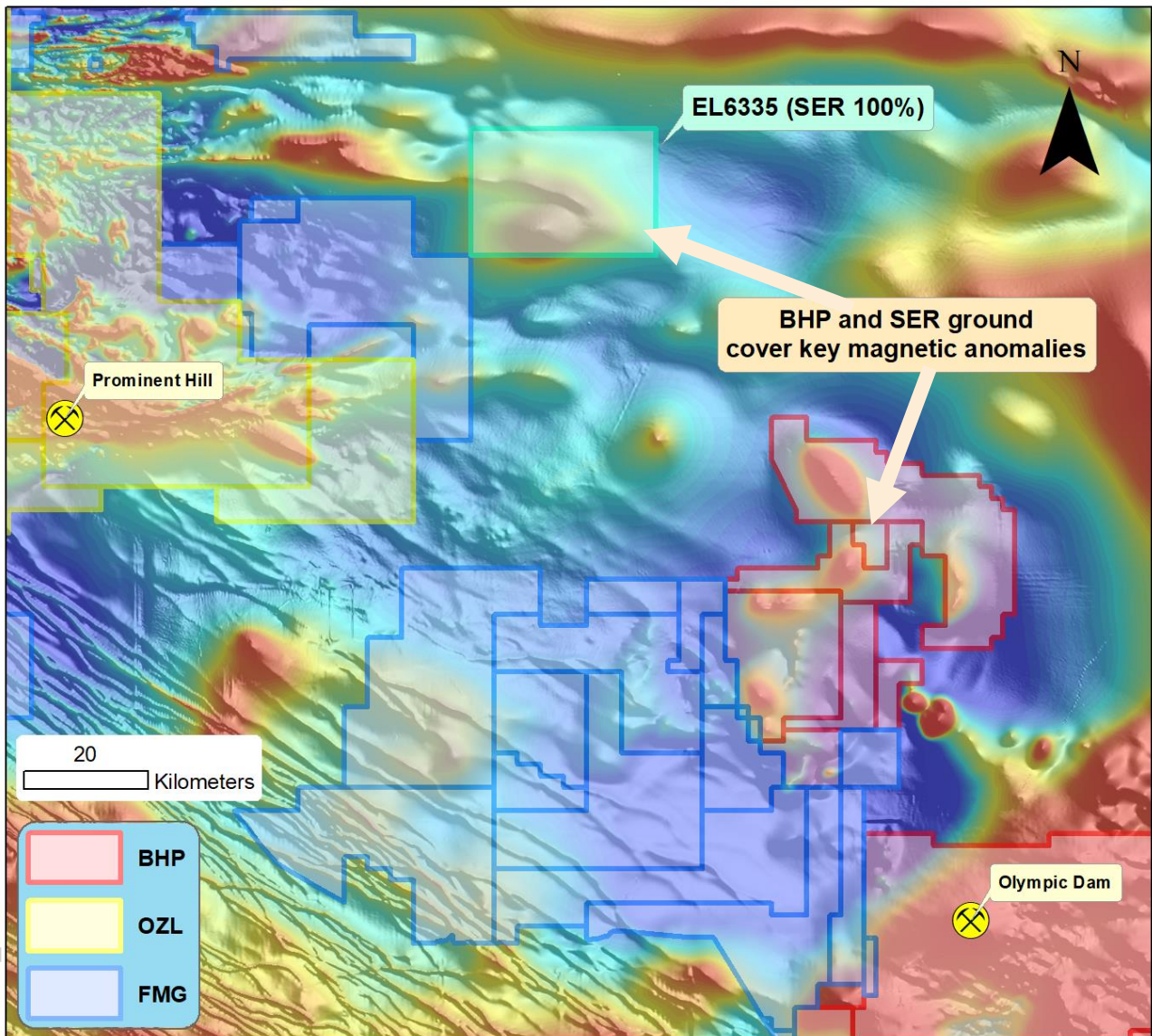


Figure 3: RTP Magnetics image of northeastern Gawler Craton showing major land holdings and key anomalies

SER plans to conduct an infill gravity survey to further define the primary drill target followed by a single drill hole. SER is familiar with the area incorporated by EL6335, with staff having conducted a ground gravity survey at the location in 2014. SER is confident of gaining land access to explore EL6335.

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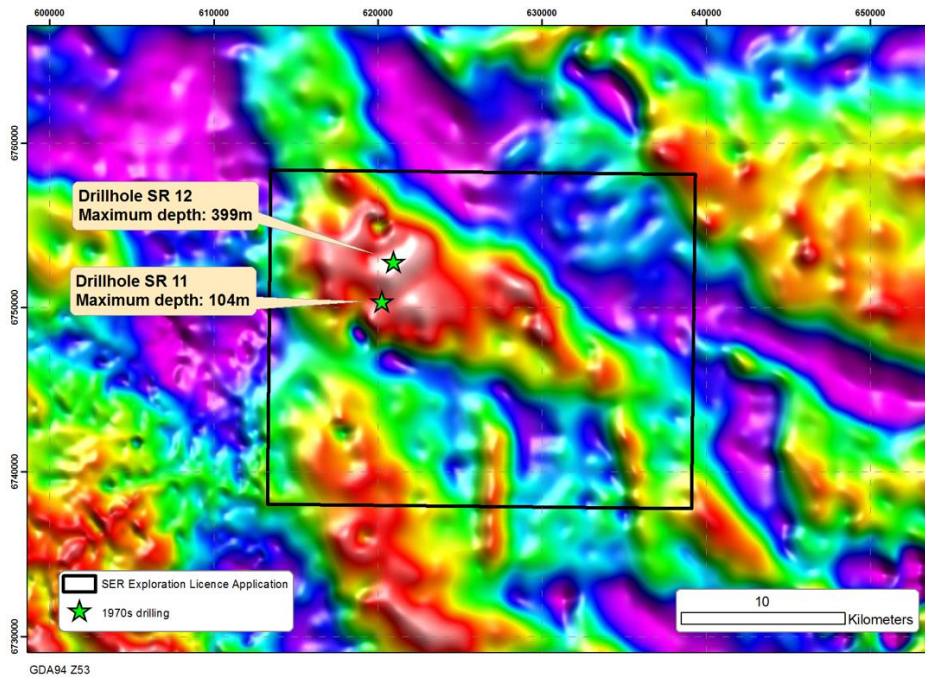


Figure 4: EL6335 Detailed Residual Bouguer Gravity Image

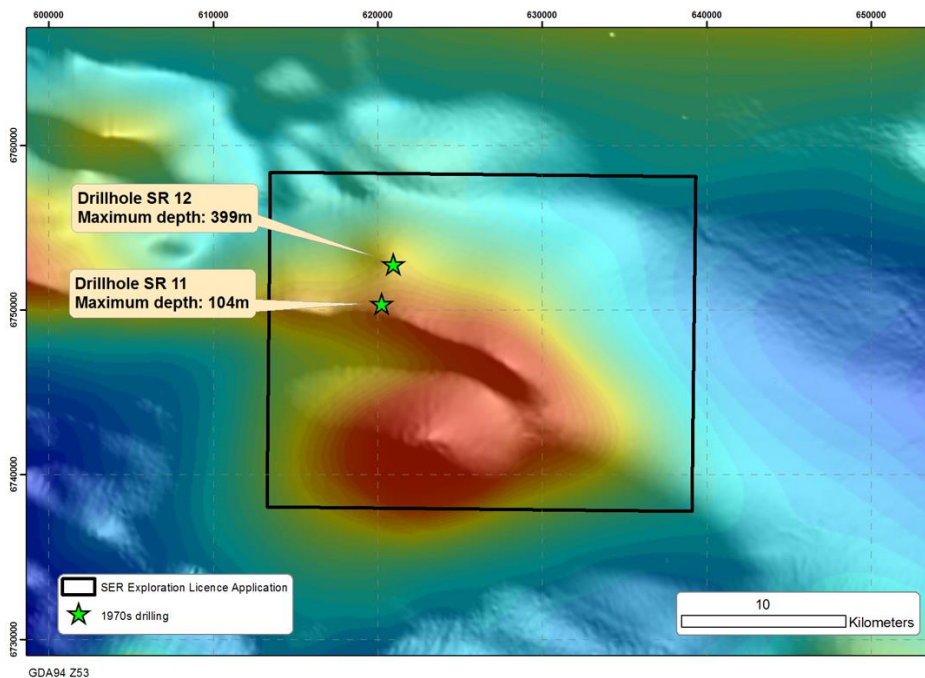


Figure 5: EL6335 Detailed RTP Magnetics Image

For further information, please contact +61 3 9692 7222 or visit website www.strategicenergy.com.au

The information in this document that relates to Exploration Results is based on information compiled by Mr Stuart Rechner BSc (Geology) MAIG, a Competent Person who is a Member of Australian Institute of Geoscientists. Mr Rechner is a Director of, and consultant to, Strategic Energy Resources Ltd. Mr Rechner has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Rechner consents to the inclusion in the document of the matters based on his information in the form and context in which it appears.

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