

30 November 2018

Jon Chow
ASX Limited
Level 4, North Tower
525 Collins Street
MELBOURNE VIC 3000

(By email: jon.chow@asx.com.au)

RESPONSE TO PRICE QUERY

In reference to your letter of 29 November 2018 regarding the price and volume of the Company's securities, the response to your queries in number order is as follows:

1. The Company is not aware of any information that has not been announced which is an explanation for the recent trading in its securities.
2. Not applicable.
3. The Company is aware of an ASX announcement released by BHP Group Ltd (ASX:BHP) via the ASX platform on 27 November 2018. This announcement details the identification of a potential new Iron Oxide Copper-Gold (IOCG) mineralised system on the eastern margin of the Gawler Craton in South Australia. Strategic Energy Resources Ltd (SER) is also exploring for Iron Oxide Copper-Gold (IOCG) systems on the eastern margin of the Gawler Craton at our Myall Creek Copper-Gold project.

The Company is also aware of recent articles referencing SER in light of the BHP discovery:
<https://finfeed.com/small-caps/juniors/bhp-news-welcomed-strategic-energy-resources/>
<https://smallcaps.com.au/strategic-energy-resources-rides-bhp-copper-discovery-wave/>

4. It is confirmed that the Company is in compliance with the disclosure provisions of the listing rules, and in particular listing rule 3.1.
5. It is confirmed that the responses to the questions above have been authorised and approved by the Board of the Company.

Please do not hesitate to contact me if you would like to discuss any of the above matters.

Yours sincerely,
STRATEGIC ENERGY RESOURCES LIMITED

A handwritten signature in black ink, appearing to read 'Melanie Leydin', is written over the company name.

Melanie Leydin
Company Secretary



29 November 2018

Mr Michael Sapountzis
Assistant Company Secretary
Strategic Energy Resources Limited

By email: msapountzis@leydinfreyer.com.au

Dear Mr Sapountzis

Strategic Energy Resources Limited ('SER'): Price Query

We note the change in the price of SER's securities from a low of \$0.004 on 27 November 2018 to an intra-day high of \$0.013 today, 29 November 2018.

We also note the significant increase in the volume of SER's securities traded today.

Request for Information

In light of this, ASX asks SER to respond separately to each of the following questions and requests for information:

1. Is SER 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 SER relying on Listing Rule 3.1A not to announce that information under Listing Rule 3.1? Please note that the recent trading in SER's securities would suggest to ASX that such information may have ceased to be confidential and therefore SER 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 SER may have for the recent trading in its securities?
4. Please confirm that SER is complying with the Listing Rules and, in particular, Listing Rule 3.1.
5. Please confirm that SER's responses to the questions above have been authorised and approved under its published continuous disclosure policy or otherwise by its board or an officer of SER with delegated authority from the board to respond to ASX on disclosure matters.

When and where to send your response

This request is made under Listing Rule 18.7. Your response is required as soon as reasonably possible and, in any event, by no later than **9.30 AM AEDT Friday, 30 November 2018**. If we do not have your response by then, ASX will likely suspend trading in SER'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, SER'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 at ListingsComplianceMelbourne@asx.com.au. 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 Rules 3.1 and 3.1A

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. In responding to this letter, you should have regard to SER’s obligations under Listing Rules 3.1 and 3.1A and also to Guidance *Note 8 Continuous Disclosure: Listing Rules 3.1 – 3.1B*. It should be noted that SER’s obligation to disclose information under Listing Rule 3.1 is not confined to, nor is it necessarily satisfied by, answering the questions set out in this letter.

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 SER’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*.

Suspension

If you are unable to respond to this letter by the time specified above ASX will likely suspend trading in SER’s securities under Listing Rule 17.3.

Enquiries

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

Kind regards

Jon Chow

Adviser, Listings Compliance (Melbourne)