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STRZELECKI METALS SPREADS ITS WINGS**\$2.0 MILLION CAPITAL RAISING**

Strzelecki Metals Limited is pleased to announce a \$2.0 million (before costs) capital raising by way of a placement ("Placement") and a rights issue ("Rights Issue").

Taylor Collison Limited has been appointed as Lead Manager to the Placement and, subject to execution of a formal underwriting agreement, underwriter to the proposed Rights Issue.

Net proceeds from the capital raising will be applied to identifying further projects for the Company to develop. The Company will limit the funds to be allocated to Myszkow Project in Poland and will seek a joint venture party for further expenditure on the project.

Placement

The Placement is for 22,286,465 shares at \$0.01 per share to raise \$222,864. The Placement has been made to a number of sophisticated investors who are clients of Taylor Collison, pursuant to Section 708A of the Corporations Act 2001.

Rights Issue

The Company intends to undertake a fully underwritten non-renounceable rights issue on a one for one basis at an issue price of \$0.01 per share to raise approximately \$1,800,000, before costs.

The Rights Issue will enable shareholders to maintain their equity in the Company following the issue of shares and provide a significant and much needed capital injection for the Company's continued focus on its existing and new resource based opportunities.

The timetable for the Rights Issue will be announced in the week commencing 26 July 2010.

Future Developments

Strzelecki Metals announces its intention to split its European and Australian assets by joint venturing or selling part of the Myszkow Project.

“Our recent research indicates that the northern hemisphere is the place to go for investment in our Myszkow Project”, said Dr John Santich.

“The commencement of molybdenum trading on the London Metals Exchange brought some certainty into the market for molybdenum which will help us find a partner,” he said.

“With a renewed focus on maximizing value for shareholders I am confident that the Company will be well placed to take advantage of opportunities wherever they may occur,” said Dr Santich.

Board Changes

To reflect the Company’s intention to identify new opportunities whilst maximizing the opportunity of the Myszkow Project, the Company announces the following board changes:

- Mr Andrew Zemek has resigned from the Board of the Company but will remain in a new executive capacity to assist in the joint venture or partial sale of the Myszkow Project,
- Dr Vic Bogacz will step down from the Board of the parent company once the new funding is assured. He will remain Chairman of Polish subsidiary Slasko Krakowska Kompania Górnictwa Metali Sp. z o.o. and will focus his attention on the future of the Myszkow Project. Dr Bogacz will also be available for professional advice in respect of future projects introduced to the Company,
- Mr Carl Dorsch will retire from the Board of the Company on conclusion of the Rights Issue,
- Dr John Santich and Mr Peter Hunt will remain on the Board of the Company,
- The Company plans to appoint two new non executive directors by the conclusion of the Rights Issue.

For further information please contact:

Strzelecki Metals Ltd

Dr John Santich

Director

M: 0412 065 294

jsantich@strzeleckimetals.com.au

Bourse Communications Pty Ltd

Rod North

Managing Director

M: 0408 670 706

rod@boursecommunications.com.au

ABOUT STRZELECKI METALS

Strzelecki Metals is a minerals exploration and development company, with offices in Adelaide, Australia and Krakow, Poland. Strzelecki is listed on the Australian Securities Exchange (ASX: STZ) and operates in Poland through its wholly owned subsidiary, Slasko Krakowska Kompania Górnictwa Metali Sp. z o.o. (SKKGM).

In Poland, SKKGM holds a Concession over the Myszków-Zarki mineral system in Southern Poland, which includes the Myszków molybdenum-copper-tungsten deposit. Further drilling of this deposit is required to establish its full extent and accurately scope a mining operation to exploit this mineralisation. The Company is also looking to identify other projects in Australia and internationally for potential acquisition.

In Australia, Strzelecki holds highly prospective mineral tenements in Western Australia in particular where its focus is the discovery of commercial deposits of precious and base metals (Cu, Au, Ni) through joint ventures with other resource companies to leverage greater exploration flexibility.

For more information please visit the Company website: www.strzeleckimetals.com.au