



**Strategic  
Minerals  
Corporation N.L.**

**ASX ANNOUNCEMENT**

**29 October 2009**

**PLACEMENT AND RENOUNCEABLE ENTITLEMENT ISSUE TO RAISE \$2.3 MILLION**

Strategic Minerals Corporation NL (ASX Code: SMC) is pleased to announce a Placement and Entitlement Issue to raise approximately \$2.3 million (assuming the rights issue is fully subscribed) to support the Company's next significant exploration program and pre feasibility assessment for the development of its Woolgar gold project. Patersons Securities Limited ("Patersons") has been appointed Lead Manager and Underwriter to the capital raising

Specifically, the proceeds of the capital raising will be utilised for:

- drilling at the Mowbray NE, Big Veins North and Big Veins South areas designed to test for mineralisation located along strike and to the North of hole MBRC 9 which returned 5 metres at 39.3g/t au at 40 metres from surface;
- drilling of other vein sets targeted at exploring the mineralisation along strike both to the north and south and at depth from the 2008 drill holes at Mowbray.
- progress the pre-feasibility study for economic development of the existing gold resource base.

Drill pads and track access have been prepared for the proposed program and drilling is scheduled to commence within 3 weeks;

**Placement**

The Company has received firm commitments from sophisticated investors of Patersons for a placement of 40,980,264 Shares at a price of 2.2 cents per Share to raise approximately \$901,566 (**Placement**). The Shares under the Placement will be allotted on or about 5 November 2009.

**Entitlement Issue**

The pro rata renounceable entitlement issue of one (1) Share for every five (5) Shares held by Shareholders at an issue price of 2.2 cents per Share to raise approximately \$1,382,401 (**Entitlement Issue**)

The Entitlement Issue is to be fully underwritten by Patersons.

Shareholders will be eligible to participate in the Entitlement Issue if they have a registered address in Australia or New Zealand and hold Shares at 5pm (AEST) on the Record Date.

Shareholders can apply for unsubscribed shares over and above their allocation. The Board will reserve the right to place any shortfall of the issue with third-parties.

A Prospectus with personalised Entitlement and Acceptance Forms, detailing the Entitlement Issue will be dispatched to Shareholders eligible to participate on 16 November 2009.

The Board commends the Entitlement Issue to Shareholders.

## **Timetable**

The current proposed timetable for the Entitlement Issue is set out below. The dates are indicative only and Strategic reserves the right to vary the dates (subject to the Corporations Act and the ASX Listing Rules).

<b>Activity</b>	<b>Date</b>
Lodgement of Prospectus with ASX and with the ASIC	30 October 2009
Notice sent to Shareholders	6 November 2009
Ex Date – rights trading commences	6 November 2009
Record Date for determining Shareholder entitlements	12 November 2009
Prospectus despatched to Shareholders	16 November 2009
Rights trading ceases	23 November 2009
Closing Date of Offer	30 November 2009
Notify ASX of under subscriptions	3 December 2009
Despatch date/Shares entered into shareholders security holdings	7 December 2009

\*The “ex” date for entitlements is 6 November 2009; therefore shares purchased on or after 6 November 2009 will not provide the buyer with an entitlement to participate in the Entitlement Issue. Where fractions arise in the calculation of entitlements, they will be rounded up to the nearest whole number.

For further information please contact the Company Secretary on +61 8 6468 0388.

**JAY STEPHENSON**  
**COMPANY SECRETARY**