



**ASX Announcement
20 November, 2009**

FALCON BRIDGE NICKEL JV SIGNED

Highlights

- **Formal Joint Venture agreement signed for Falcon Bridge Nickel Project, Western Australia**
- **Joint Venture partner can earn 70% by spending \$3 million**
- **Minimum expenditure of \$250k in first year**
- **No interest earned until farminee spends \$1.5 million on tenements**
- **Ishine prospectus currently open to public**

Based in Melbourne Victoria, Strategic Energy Resources (SER) is a versatile explorer working on a diversified portfolio of exploration assets including the world class Uley Graphite Project. The company aims to create shareholder value through the systematic exploration of our tenements with the aim of becoming a producer.

For personal use only

Strategic Energy Resources Ltd ("SER") is pleased to announce that the formal Joint Venture agreement has been executed for the farmout of the Falcon Bridge Nickel Project to Ishine International Resources Ltd ("IIR"). IIR is a new mineral exploration company which currently has its prospectus open to the public and anticipates an ASX listing by mid January 2010, thus meeting the conditions precedent of the agreement. The key terms of the agreement were as announced to the ASX on 23 October.

Terms of Farm-in

SER and IIR propose exploring the tenement areas for all minerals except for gold, with nickel as the main exploration target.

The conditions are that IIR is admitted to the official list of ASX Limited by 31 January 2010 (unless a later date is agreed) and that it meets its Minimum Expenditure Obligations.

IIR would then earn up to a 70% right, title and interest in the tenements by funding exploration and development work of \$500,000 in year one, \$1,000,000 in year two and \$1,500,000 in year three.

Other key terms:

- A long as IIR spends at least \$250,000 on the tenements it has the right to withdraw during year one without any further obligation to the SER.
- If IIR provides the year one expenditure in full, that being \$500,000, then it must advise SER within 30 days after year-end whether it will commit to the year two expenditure.
- IIR will earn a 50% interest in the Joint Venture once it meets the year one and year two expenditures, a total of \$1,500,000.
- IIR may earn a further 20% if it advises SER within 30 days of the end of year two that it intends to undertake the year three expenditure and subsequently makes that expenditure of \$1,500,000.
- If IIR does not elect to provide the year 3 expenditure then the Farm-in Period will come to an end and the on-going Joint Venture will commence.

The interests held by the participants of the project, subject to IIR meeting all the expenditure commitments, will be IIR 70%, SER 25% and Guj 5%.

For further information:

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