



ASX Announcement
29 October 2009

SALE & OPERATING AGREEMENT ON EL 5040, CASTERTON, VIC

Highlights

- **SER free-carried for 5% first 5 years or first \$600K of expenditure on work program**
- **Back-costs reimbursement**

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.

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Strategic Energy Resources Limited ("SER") is pleased to announce that a sale and operating agreement has been executed with Encounter Minerals Pty Ltd on EL 5040, a tenement located near Casterton in Victoria.

SER has sold a 95% interest in the exploration licence to Encounter Minerals Pty Ltd for a 5% free-carried interest for the first 5 years of the permit or the first \$600,000 of expenditure on the work program, whichever occurs first.

Encounter Minerals Pty Ltd has also reimbursed SER for back-costs associated in acquiring the exploration licence.

As previously reported, the Board has reviewed all the assets of the Company and has implemented a strategy to deliver both value and grow shareholder wealth. As part of the Board's review, EL 5040 was not a block the Board wanted to expend company funds on exploring, thus the Board believes this agreement with Encounter Minerals Pty Ltd is a positive result for our shareholders.

For further information:

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