

STRAITS RESOURCES LIMITED
(ASX: SRQ)**HILLGROVE SALE PROCESS**

Further to past announcements, Straits has been in discussion with a number of interested parties in relation to a potential divestment of the Hillgrove Antimony Mine (currently on care and maintenance).

In order to progress discussions, Straits has agreed to enter a short term, exclusive arrangement with Bracken Resources Pty Ltd. Under this arrangement, Bracken will have the right to complete its due diligence with a view to acquiring the Mine within 90 days. Bracken will pay non-refundable option fees of \$1 million immediately, another \$1 million after 45 days and \$1 million on exercise, to continue this review. The arrangement will provide Bracken the option to purchase the mine for \$27 million cash plus replacement of \$4m in bonds, in addition to its option fee payments.

Further advice to the market will be provided if and when Bracken gives formal notice of its intention to purchase Hillgrove or otherwise.



Milan Jerkovic
Chief Executive

For further information, visit the Straits website at www.straits.com.au or contact:

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