STRATA MINING CORPORATION LIMITED

ACN 008 021 118

The Manager
Centralised Company Announcement Office
Australian Stock Exchange Limited

14 March, 2005

ASPERMONT LIMITED PURPORTED TERMINATION OF AGREEMENT

Strata refers to Aspermont's release to ASX of 10 February 2005, and notes Aspermont maintains it "was at all times ready, willing and able to complete its obligations under the agreement, but Excalibur failed to settle the Agreement".

Strata and its 54% controlled subsidiary, Excalibur notified Aspermont on 28 January 2005 of fundamental obligations of Aspermont under the Agreement which remained undischarged. Aspermont chose not to meet the obligations required by Strata/Excalibur in order to permit the transactions to proceed.

Subsequently on 8 March 2005, Aspermont for reasons known only to itself has purported to terminate the agreement.

Strata/Excalibur rejects the assertion by Aspermont that it has a valid basis for a claim for damages.

Accordingly, in summary:

1. Aspermont for reasons known only to itself has purported to terminate the agreement.
2. Any claim for damages against Strata's 54% controlled Excalibur will be vigorously defended.
3. Any claim by Aspermont against Strata will be vigorously defended.

Yours sincerely

MARK M J SMITH
Company Secretary
Strata Mining Corporation Limited