



**ASX Announcement
14 August 2017**

Shareholder Update SER Requisition of Quantum Graphite Limited

Strategic Energy Resources Limited (ASX: SER) provides the following update to shareholders regarding Quantum Graphite Limited (ASX: QGL) (formerly Valence Industries Limited).

SER has requisitioned a general meeting of shareholders of QGL to remove two directors of QGL and replace them with directors nominated by SER.

On 5 July 2017, SER as a shareholder holding more than 5% of the votes that may be cast at a general meeting in QGL, gave notice under s249D of the *Corporations Act 2001 (Cth)* to the Directors of QGL to requisition a general meeting of shareholders. Under s249D(5): "*The directors must call the meeting within 21 days after the request is given to the company. The meeting is to be held not later than 2 months after the request is given to the company.*" QGL have failed to call the meeting within 21 days as required by s249D.

As QGL have failed to call a meeting, s249E applies allowing "*Members with more than 50% of the votes of all of the members who make a request under section 249D may call and arrange to hold a general meeting if the directors do not do so within 21 days after the request is given to the company.*" SER intends to call and arrange a general meeting of QGL.

In order to call the meeting, SER requested a copy of QGL's register of members as per s249E(3) and s173 on 31 July 2017. QGL have failed to provide the register within 7 days as required by those sections.

SER has informed ASIC and ASX of the actions of QGL and the Joint and Several Deed Administrator. SER is continuing to progress this matter and will provide shareholders with further updates in due course.

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