



**Strategic
Minerals
Corporation N.L.**

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29th OCTOBER 2007

**ANNOUNCEMENTS
AUSTRALIAN STOCK EXCHANGE
ASX ONLINE
SYDNEY NSW**

**REPORT ON COMPANY ACTIVITIES
FOR THE PERIOD ENDING 30 SEPTEMBER 2007**

WOOLGAR GOLD PROJECT – QUEENSLAND

STRATEGIC / OXIANA FARM IN J.V. - 2007 DRILLING PROGRAM

A seven hole deep diamond drill testing program was completed by Oxiana to test the depth potential of various veins within the Sandy Creek epithermal vein system. One deep drill hole, was drilled in each of the exposed major veins which have strike lengths of 0.7 – 1.4km. The objective of the Oxiana program was to test for the potential for a 3 million ounce, high grade low sulphidation epithermal gold deposit. The deepest hole was drilled to a depth of 612m. Zones of alteration with some quartz veining or fault zones were observed in most holes, at anticipated depths confirming continuity of the mineralised structures at depth.

Assay results have recently been received by SMC from Oxiana. Delays in drill assay results were due to poor laboratory turn around times. The best gold mineralised drill intersections were recorded at Hillview and the Hillview South structures, 13m @ 1.02g/t gold and 7m @ 1.11 g/t gold respectively (Tables 1 & 2)).

Of particular interest from the drilling was the one hole drilled at Explorer which intersected a second dolerite sill at depth. It is SMC's view that the potential for a second high grade ore shoot on the top of this dolerite surface is high; supported by pervasive anomalous Ag throughout the dolerite, and confirmed strong continuity of the main Explorer Vein, which was intersected above the contact target position.

With the drilling program completed, Oxiana have met the Joint Venture Stage 1 expenditure of \$ 2Mill.

SOAPSPAR GOLD DEPOSIT

Work on the Soap spar mining prefeasibility study is progressing. Initial work involved the construction of a new resource model, which resulted in a resource upgrade to an estimated 95,200oz gold.

The resource has been estimated with open cut mining and heap leach processing in mind with block sizes and estimation techniques as appropriate.

Current pre feasibility work is focussed on metallurgy. Additional metallurgical testwork was initiated in the last quarter. The results for this testwork are still pending.

URANIUM PROJECTS

Over the past two years the company identified and acquired a portfolio of uranium projects and targets, summarised below. During the quarter, a subsidiary company, Alpha Uranium Limited, was established as a new and independently funded company to be dedicated to identifying and exploring the uranium projects acquired by Strategic

Alpha Uranium Limited lodged a prospectus with the ASIC in August to raise \$10,000,000 via an Initial Public Offering for quotation on the ASX. The offer is currently set to close on the 5th of November, 2007.

SMC will retain a major interest in Alpha (40% - 46% dependent on the amount raised).

Alpha will allow for the rapid exploration and assessment of the uranium potential of the Queensland and South Australian tenements, while Strategic Minerals Corporation will remain focused on developing its gold assets at Woolgar.

Alpha's principal project is the Uranium rights to the Woolgar tenements in Queensland, which was the focus of previous uranium exploration by other companies between 1977 and 1982. The potential for significant uranium deposits is considered high following a recent review of the historical exploration data.

The South Australian tenements are located in an established district of past and present producing uranium mines, close to the existing Beverly uranium mine and the identified resource at Honeymoon Well. Drill ready targets have been established by recent airborne electromagnetic surveys on the main target area.

Key aspects of the main projects held by Alpha are as follows.

WOOLGAR URANIUM PROJECT – QUEENSLAND

A detailed review of historical uranium exploration within the Woolgar tenements in the late 1970's by ESSO, AFMECO and others identified outcropping and uranium occurrences with high grade rock chip samples up to 6800ppm (0.68%) U_3O_8 and drill intersections up to 6 metres of 2500ppm (0.25%) eU_3O_8 . On the basis of these results and new radiometric data and concepts, the company has identified what it believes to be several high quality targets with a high potential for discovery of uranium deposits (see Company ASX quarterly report on activities for the period ending 31st March 2007 for more details).

SICCUS JV – SOUTH AUSTRALIA

Deep Yellow have advised of its proposal to conduct initial drilling of the main Siccus JV tenement EL 3288 in November 2007, subject to drill rig availability. Negotiations with a drill contractor are in progress. Necessary cultural heritage drill site clearance approval was completed in the report period. The drilling is targeting roll front style uranium mineralisation within palaeochannel similar to the operating Beverly mine, located immediately to the north of the properties. Known uranium anomalous sand channels run cross the tenements.

In December 2006, Deep Yellow completed an airborne EM survey over licence 3288, which covers a major Tertiary system known as the Wyambana palaeochannel. Previous work has indicated that the region contains a number of radiometric down hole anomalies and other prospective targets that remain untested within the palaeochannel system. Preliminary Interpretation of an airborne electromagnetic survey (AEM) conducted by the Siccus Joint Venture in December 2006 over EL 3288, suggest the presence of a structure similar to the Poontana Fault (at Beverley) along the western margin of the tenement, locally controlling sedimentation on the basin margin. Drill targets have been established utilising the recent airborne electromagnetic survey data.

NEW PROJECT APPLICATIONS

Two new exploration tenement applications were submitted, covering gold target areas in Queensland. The tenements cover two areas which both contain several historical gold workings. The first area, the Mount Alexander project, comprises an exploration application covering an area on the NE margin of the Bowen basin. The second area, the "Midgee Creek" project, is situated on a major mineralised corridor between the major historical Mount Morgan and Mount Chalmers gold mines. These applications were submitted under a JV arrangement with SMC (85%).

Table 1. Woolgar, Oxiana JV 2007 Diamond Drilling, Hole Summary

Prospect	Hole ID	Easting (AMG84)	Northing (AMG84)	RL (m)	Azimuth	Dip	Hole Depth (m)
Shanghai	PSH1_2007	749221	7809348	417	180	-55	474.6
Lost World	PLW2_2007	750371	7811520	417	227	-60	540.6
Explorer	PEX1_2007	750703	7809671	419	180	-55	612.7
Grand Central	PGC2_2007	749324	7810390	408	210	-55	273.5
Finn	PFN1_2-007	748681	7810061	440	30	-50	256.9
Federal	PFE1_2007	748746	7810241	407	30	-50	261.3
Hillview	PHV1_2007	751060	7811090	464	360	-63	411.5
Total Metres Drilled							2831.1m

Table 2. Woolgar, Oxiana JV 2007 Diamond Drilling, Significant Intersections > 1 g x m.

Hole ID	From – To Depth (m)	Gold Intercept
PLW2_2007	2 – 4	2m @ 0.76
	24 – 28	4m @ 1.2 g/t
	42 - 45	3m @ 0.59 g/t
	166 - 124	8m @ 0.52 g/t
	167 - 174	7m @ 1.11g/t
	49 - 50	1m @ 1.38 g/t
PSH1_2007	263 - 266	3m @ 0.61
PHV1_2007	66 - 79	13m @ 1.02 g/t
	86 - 98	11m @ 0.66 g/t
	162 - 164	2m @ 0.92 g/t

Yours sincerely

W A C Martin

Managing Director

Note: The information in this report that relates to exploration results is based on information compiled by Strategic Mineral Corporation NL's Technical Director Mr Roland Bartsch MSc. BSc. (Hons.) who is a member of the Australian Institute of Mining and Metallurgy. He has sufficient experience which is relevant to the style of mineralization and type of deposit under consideration, and to the activity undertaken. He is qualified as a competent person as defined in the 2004 Edition of the "Australasian Code for Reporting Exploration Results, Mineral Resources and Ore Reserves ". He has consented to the inclusion of this information in the form and context in which it appears. The Australian Stock Exchange has not reviewed and does not accept responsibility for the accuracy or adequacy of this release.

APPENDIX 5B

1.1 Mining exploration entity quarterly report

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97, 1/7/98.

Name of entity

STRATEGIC MINERALS CORPORATION NL

ACN or ARBN

008 901 380

Quarter ended ("current quarter")

30 September 2007 (3rd quarter)

1.1.1 Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date (9months) \$A'000
1.1 Receipts from product sales and related debtors		
1.2 Payments for	(29)	(173)
(a) exploration and evaluation		
(b) development		
(c) production		
(d) administration	(282)	(598)
1.3 Dividends received		
1.4 Interest and other items of a similar nature received	27	65
1.5 Interest and other costs of finance paid		
1.6 Income taxes paid		
1.7 Other (details)		
Net Operating Cash Flows	(284)	(704)
Cash flows related to investing activities		
1.8 Payment for purchases of:		
(a)prospects		
(b)equity investments	-	(170)
(c) other fixed assets	(13)	(16)
1.9 Proceeds from sale of:		
(a)prospects		
(b)equity investments	-	245
(c)other fixed assets		
1.10 Loans to other entities		
1.11 Loans repaid by other entities		
1.12 Other (provide details if material)		

	Net investing cash flows	(13)	59
1.13	Total operating and investing cash flows (carried forward)	(297)	(645)

1.13	Total operating and investing cash flows (brought forward)	(297)	(645)
Cash flows related to financing activities			
1.14	Proceeds from issues of shares, options, etc.	-	1,008
1.15	Proceeds from sale of forfeited shares		
1.16	Proceeds from borrowings		
1.17	Repayment of borrowings	(8)	(24)
1.18	Dividends paid		
1.19	Other: share issue costs	-	(50)
	Net financing cash flows	(8)	934
Net increase (decrease) in cash held			
		(305)	289
1.20	Cash at beginning of quarter/year to date	1,817	1,223
1.21	Exchange rate adjustments to item 1.20		
1.22	Cash at end of quarter	1,512	1,512

1.1.2 *Payments to directors of the entity and associates of the directors*

1.1.3 *Payments to related entities of the entity and associates of the related entities*

		Current quarter \$A'000
1.23	Aggregate amount of payments to the parties included in item 1.2	158
1.24	Aggregate amount of loans to the parties included in item 1.10	NIL

1.25 Explanation necessary for an understanding of the transactions

Fees for technical and management services	104'
Fees for office facilities & consulting	54'

1.1.4 *Non-cash financing and investing activities*

2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

None

- 2.2 Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest

Oxiana Ltd farm-in at Woolgar.

1.1.5 **Financing facilities available**

Add notes as necessary for an understanding of the position.

	Amount available \$A'000	Amount used \$A'000
3.1 Loan facilities	0	
3.2 Credit standby arrangements	0	

1.1.6

1.1.7 **Estimated cash outflows for next quarter**

4.1 Exploration and evaluation	
4.2 Development	60
	60

1.2 **Reconciliation of cash**

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.	Current quarter \$A'000	Previous quarter \$A'000
5.1 Cash on hand and at bank	125	55
5.2 Deposits at call	1,387	1,762
5.3 Bank overdraft		
5.4 Other (provide details) Aust Gov bond		
Total: cash at end of quarter (item 1.22)	1,512	1,817

1.2.1 Changes in interests in mining tenements

	Tenement reference	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
6.1	Interests in mining tenements relinquished, reduced or lapsed	N/A		
6.2	Interests in mining tenements acquired or increased	N/A		

1.2.2 Issued and quoted securities at end of current quarter

Description includes rate of interest and any redemption or conversion rights together with prices and dates.

	Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.1 Preference securities (description)	NIL	-	-	-
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3 Ordinary securities	245,487,475	245,487,475		Fully paid
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs				
7.5 Convertible debt securities (description)	Nil			
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7 Options (description and conversion factor)	Nil		<i>Exercise price</i>	<i>Expiry date</i>
7.8 Issued during quarter	Nil			
7.9 Exercised during quarter	Nil			
7.10 Expired during quarter	NIL			

7.11	Debentures <i>(totals only)</i>	NIL	
7.12	Unsecured notes <i>(totals only)</i>	NIL	

1.3 Compliance statement

1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Law or other standards acceptable to ASX (see note 4).

2 This statement does give a true and fair view of the matters disclosed.

Sign here: Date: 22 October
2007.....
(Company secretary)

Print name: Gerard Tonks.....

1.4 Notes

1 The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.

2 The "Nature of interest" (items 6.1 and 6.2) includes options in respect of interests in mining tenements acquired, exercised or lapsed during the reporting period. If the entity is involved in a joint venture agreement and there are conditions precedent which will change its percentage interest in a mining tenement, it should disclose the change of percentage interest and conditions precedent in the list required for items 6.1 and 6.2.

3 **Issued and quoted securities** The issue price and amount paid up is not required in items 7.1 and 7.3 for fully paid securities.

4 The definitions in, and provisions of, *AASB 1022: Accounting for Extractive Industries* and *AASB 1026: Statement of Cash Flows* apply to this report.

5 **Accounting Standards** ASX will accept, for example, the use of International Accounting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.