CHAIRMAN'S LETTER TO SHAREHOLDERS

Dear Shareholder,

Following the resignation of the Joint and Several Administrators on 5 September 2006, your Directors have recapitalised the company via two separate capital raisings and successfully readmitted the company's securities for trading on the Australian Securities Exchange on 25 October 2006 after meeting all regulatory obligations.

The company has raised a total of $4,056,000 before expenses to fund the current and future activities of the company.

Transol re-acquired the rights to the proprietary CLTNet® (networked computerised licence testing system) product under a Licence Agreement with Victoria University of Technology that was finalised on 6th September 2006. During the reporting period, Transol undertook a detailed review of the system and has taken steps to develop the CLTNet® product into a fully fledged Internet based windows system and has re-established existing relationships and developed new relationships in the Asia-Pacific region as a further step towards commercialising the system.

The CLTNet® technology is used to create and manage interactive driver knowledge testing solutions that completely replace paper based testing. Computerised license testing systems replace conventional, paper-based, driver-licence testing with interactive, multilingual, multimedia, knowledge testing systems.

As was reported in the company's February 2007 prospectus, Transol's Directors made a decision to further develop the company's CLTNet® system and seek investment in the resource industry to add further value to shareholders of the company. In May 2007, Transol agreed to invest in mineral exploration assets following the Directors decision to acquire all the share capital in Liberty Mining International Pty Ltd. This acquisition was approved by shareholders in July 2007. Liberty Mining has interests in four gold/copper and base metal exploration projects located in the Kingdom of Cambodia and is the holder of an exploration licence (Archer River) located in Queensland. The Cambodian projects are located approximately 400 kilometres north-east of Phnom Penh and south of the Laos border and together cover a total area of 1,100 square kilometres. The project areas are known as Banlung (where it holds a mineral exploration license), Banlung North (where the company will conduct a geological data collection for a preliminary geological survey for mineral deposits in the area), Oyadao (where it holds a mineral exploitation license) and a 70% joint venture interest in the area known as Andong Meas (where a mineral exploitation license is being secured). While there has been limited modern exploration carried out in Cambodia, Transol believes that there is an opportunity to make significant discoveries in the area. The company is currently undertaking a series of exploration and sampling programs to determine future development of the areas of interest held.

Further to the completion of the purchase of Liberty Mining, it was announced to the ASX during September 2007 that Liberty was successful in being granted a further project area within Cambodia called Andong Bor. This project is located North of Phnom Penh and covers an area of 363.5 km 2. The license area incorporates previous mining operations with a head frame, 70 meter shaft, processing plant and other related mining facilities. Transol has commenced an exploration program on the Andong Boar Project initially with mapping and a soil sampling survey and it is anticipated that a geophysical program and drilling program will be following in the near term.

Liberty Mining has been granted an exploration license covering approximately 253 square kilometres in the Archer River area of Northern Queensland which is prospective for tin ore and associated metals. Transol is currently planning the next stages of exploration activity.

My Directors and I look forward to your continued support of the Company and success in the period ahead.

Martin Ralston
Non-Executive Chairman

19 November 2007