

07 December 2012

ASX ANNOUNCEMENT

ENTITLEMENT OFFERS BY THE COMPANY'S SUBSIDIARIES

VALLEYARM DIGITAL LIMITED AND STRATEGIC EQUITY INVESTMENTS LIMITED

Transol Corporation Limited (ASX: TNC) ("Transol" or "the Company") is pleased to announce that its presently wholly owned subsidiaries Valleyarm Digital Limited [ACN 143 359 568] ("Valleyarm") and Strategic Equity Investments Limited [ACN 115 936 582] ("Strategic") each lodged an offer information statement ("OIS") with ASIC on 7 December 2012 in respect of entitlement offers being made to Transol shareholders by Valleyarm and Strategic.

Valleyarm is offering one new fully paid ordinary share for every 10 Transol shares held on 17 December 2012 (the record date) at a subscription price of 1 cent. The offer is underwritten by Serec Pty Ltd [ACN 064 450 700] (a company associated with Mr Angus Edgar, a director of Transol and each of Valleyarm and Strategic) to \$100,000 (the minimum subscription). If fully subscribed would raise \$318,485 before costs of the offer.

Strategic is offering one new fully paid ordinary share for every 25 Transol shares held on 17 December 2012 (the record date) at a subscription price of 1 cent. The offer is underwritten by Serec Pty Ltd to \$50,000 (the minimum subscription). If fully subscribed Strategic would raise \$127,394 before costs of the offer.

Upon completion of each of the offers, Valleyarm and Strategic will cease to be subsidiaries of Transol, and Transol will not hold shares in either of those companies.

The full terms and conditions of each entitlement offer are detailed in the OISs which will be released to ASX as announcements following release of this announcement, and will also be available to be viewed on the Company's website at www.transolcorp.com.au. A copy of each OIS will be sent to shareholders.

The indicative timetable for both offers is set out below:

Lodgement of OISs	7 December 2012
Record date to identify Transol Shareholders entitled to participation in the offers	17 December 2012
Despatch of OISs	19 December 2012
Closing Date	24 January 2013
Notice of shortfall to ASX	30 January 2013
Despatch date of holding statements	4 February 2013

Note: The above dates are anticipated only and announcements will be made regarding any changes. The offers are each subject to a 7 day exposure period, which may be extended by ASIC to 14 days. The closing date or other dates may be extended without further notice. Shareholders should refer to announcements to ASX by the Company on the ASX website and the Company's website for updated information about the closing date and timetable.

ASX may determine that Transol shares will trade “ex rights” after a certain date, in which case an announcement to ASX will be made.

In addition to being able to apply for their entitlements, eligible Shareholders also will have the opportunity to apply for additional shares of Valleyarm and/or Strategic that are not subscribed for under the entitlement offer (“Shortfall Shares”). Shares of Valleyarm and/or Strategic not taken up pursuant to the offers will form part of the Shortfall Shares and Options.

The Shortfall Shares will be issued at the same price and on the same terms as the Shares. Eligible Shareholders may only make an application for Shortfall Shares of Valleyarm and/or Strategic if they have accepted their maximum entitlement of Shares under the respective entitlement offer.

Shortfall Shares will only be issued if the offers are undersubscribed and will only be issued to the extent of any shortfall in subscriptions. If applications are received for Shortfall Shares that would result in the respective offer being oversubscribed, the applicable company will scale back or reject applications for Shortfall Shares at that company’s directors’ discretion in consultation with the underwriter.

The shares offered are fully paid ordinary shares of Valleyarm and Strategic (respectively) and will rank equally with those companies’ respective existing ordinary shares.

Neither Valleyarm nor Strategic will apply to ASX for quotation of the shares offered.

Offers of the Valleyarm’s and Strategic’s shares are made in those companies’ respective offer information statements dated 7 December 2012, which has been lodged with the Australian Securities and Investments Commission. Anyone wishing to acquire the shares of Valleyarm and/or Strategic who is eligible to participate in the offers will need to complete an entitlement and acceptance form that will accompany the respective OISs or utilise the BPay facility as described in the applicable OIS. Before deciding to acquire shares, you should read and consider the applicable OIS in its entirety and, if in any doubt, consult with your professional advisor.

For and on behalf of Transol Corporation Limited



Adrien Wing
Company Secretary