Stratatel Limited
ABN 63 088 257 729

Level 4
22 Atchison Street
St Leonards NSW 2065

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28 August 2009

Manager of Company Announcements
ASX Limited
Level 6, 20 Bridge Street
SYDNEY NSW 2000

By E-Lodgement

Entitlement Issue – Option Holders

Stratatel Limited advises that the attached letter relating to the Company's non-renounceable entitlement issue has been dispatched to option holders today.

Yours faithfully

Emma McCormack
Company Secretary

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Dear Option Holder

Entitlement Issue – Option Holders

Stratatel Limited (**Stratatel**) is pleased to advise that it has announced a pro rata non-renounceable entitlement issue to eligible shareholders of 1 New Shares and 1 attaching New Option for every 5 Shares held at the record date at an issue price of $0.05 per New Share, to raise approximately $1.15 million before costs (**Entitlement Issue**). The New Options will be exercisable at $0.10 on or before 30 September 2011. The Entitlement Issue is fully underwritten by Max Capital Pty Ltd.

In accordance with the terms of the options granted to you by Stratatel, we advise that the record date for the non-renounceable entitlement is 9 September 2009 (**Record Date**). Accordingly, should you wish to participate in the Entitlement Issue you would be required to exercise your options so that the Company receives the notice of exercise and exercise monies prior to 5:00pm WST on the Record Date.

To exercise your options and thereby participate in the Entitlement Issue you will need to deliver to the Company the following:

1. A notice specifying the number of options to be exercised;
2. Your option certificate covering that number of options; and
3. Payment for the exercise price for those options.

Option Exercise Notices and cleared funds must be received by no later than 5:00pm WST on 9 September 2009 in order for your notice of exercise to be processed and your holding to be recorded as at the Record Date.

For further information please contact our Company Secretary, Ms Emma McCormack on (08) 9322 7600 with any queries before the Record Date.

Yours faithfully

Mike Fairclough
Managing Director