

**China Alarm (HK) Holdings Limited
c/o Borrelli Walsh Limited
Level 17, Tower 1, Admiralty Centre
18 Harcourt Road
Hong Kong**

T: +852 3761 3888 F: +852 3761 3889

By email (jlaurie@smarttrans.com.au) and by courier

3 February 2010

Our ref: CB/SM/EL/ad/J166/860996

**SmartTrans Holdings Limited
Level 1, 614 Newcastle Street
Leederville
WA 6007
Australia**

Attention: James Laurie

Dear Sirs

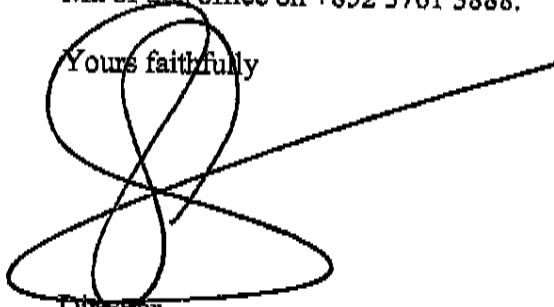
China Alarm (HK) Holdings Limited ("China Alarm HK")

I refer to my letter dated 19 January 2010. Capitalised terms defined in my pervious correspondence have the same meaning in this letter.

On 20 January 2010, 21 January 2010, 22 January 2010, 1 February 2010 and 2 February 2010, China Alarm HK has sold a total of 30,411,908 SmartTrans Shares. Please find enclosed a notice of ceasing to be a substantial holder (Form 605) dated 3 February 2010 pursuant to Section 671B of Corporation Act 2001 of Australia.

Should you have any queries or require any further information, please contact me or Simon Ma of this office on +852 3761 3888.

Yours faithfully



Director
China Alarm (HK) Holdings Limited

Enclosures

c.c. John W. Willard
By fax (+61 8 9228 2299)

Michael Augusto Garofolo
Australian Securities Exchange
By fax (+61 2 9227 0885) and by email (Michael.Garofolo@asx.com.au)

Computershare Registry Services Pty Ltd
By fax (+61 8 9323 2033)

Form 605Corporations Act 2001
Section 671B**Notice of ceasing to be a substantial holder****To Company Name/Scheme** SmartTrans Holdings Limited ("SmartTrans")**ACN/ARSN** 009 066 650**1. Details of substantial holder (1)****Name** China Alarm (HK) Holdings Limited ("China Alarm HK"), a company incorporated under the laws of Hong Kong**ACN/ARSN (if applicable)** N/A**The holder ceased to be a substantial holder on** 2/February/2010**The previous notice was given to the company on** 19/January/2010**The previous notice was dated** 19/January/2010**2. Changes in relevant interests**

Particulars of each change in, or change in the nature of, a relevant interest (2) of the substantial holder or an associate (3) in voting securities of the company or scheme, since the substantial holder was last required to give a substantial holding notice to the company or scheme are as follows:

Date of change	Person whose relevant interest changed	Nature of change (4)	Consideration given in relation to change (5)	Class (8) and number of securities affected	Person's votes affected
20 Jan 2010	China Alarm HK	Sales of SmartTrans shares through Merrill Lynch (Asia Pacific) Limited	AUD0.005	3,049,534	3,049,534
21 Jan 2010	China Alarm HK	Sales of SmartTrans shares through Merrill Lynch (Asia Pacific) Limited	AUD0.005	2,840,000	2,840,000
22 Jan 2010	China Alarm HK	Sales of SmartTrans shares through Merrill Lynch (Asia Pacific) Limited	AUD0.005	1,975,000	1,975,000
1 Feb 2010	China Alarm HK	Sales of SmartTrans shares through Merrill Lynch (Asia Pacific) Limited	AUD0.0304	5,802,970	5,802,970
2 Feb 2010	China Alarm HK	Sales of SmartTrans shares through Merrill Lynch (Asia Pacific) Limited	AUD0.0309	16,944,404	16,944,404

3. Changes in association

The persons who have become associates (3) of, ceased to be associates of, or have changed the nature of their association (7) with, the substantial holder in relation to voting interests in the company or scheme are as follows:

Name and ACN/ARSN (if applicable)	Nature of association
N/A	N/A
N/A	N/A

4. Addresses

The addresses of persons named in this form are as follows:

Name	Address
China Alarm HK	Level 17, Tower 1, Admiralty Centre, 18 Harcourt Road, Hong Kong

Signature

print name

Cosimo Berrelli

capacity

Director

sign here

date

3 February 2010

DIRECTIONS

- (1) If there are a number of substantial holders with similar or related relevant interests (eg. a corporation and its related corporations, or the manager and trustee of an equity trust), the names could be included in an annexure to the form. If the relevant interests of a group of persons are essentially similar, they may be referred to throughout the form as a specifically named group if the membership of each group, with the names and addresses of members is clearly set out in paragraph 4 of the form.
- (2) See the definition of "relevant interest" in sections 608 and 671B(7) of the Corporations Act 2001.
- (3) See the definition of "associate" in section 9 of the Corporations Act 2001.
- (4) Include details of:
 - (a) any relevant agreement or other circumstances because of which the change in relevant interest occurred. If subsection 671B(4) applies, a copy of any document setting out the terms of any relevant agreement, and a statement by the person giving full and accurate details of any contract, scheme or arrangement, must accompany this form, together with a written statement certifying this contract, scheme or arrangement; and
 - (b) any qualification of the power of a person to exercise, control the exercise of, or influence the exercise of, the voting powers or disposal of the securities to which the relevant interest relates (indicating clearly the particular securities to which the qualification applies).

See the definition of "relevant agreement" in section 9 of the Corporations Act 2001.
- (5) Details of the consideration must include any and all benefits, money and other, that any person from whom a relevant interest was acquired has, or may, become entitled to receive in relation to that acquisition. Details must be included even if the benefit is conditional on the happening or not of a contingency. Details must be included of any benefit paid on behalf of the substantial holder or its associate in relation to the acquisitions, even if they are not paid directly to the person from whom the relevant interest was acquired.
- (6) The voting shares of a company constitute one class unless divided into separate classes.
- (7) Give details, if appropriate, of the present association and any change in that association since the last substantial holding notice.