

07 December 2012

Dear Option Holder,

**ENTITLEMENT OFFERS BY THE COMPANY'S SUBSIDIARIES  
VALLEYARM DIGITAL LIMITED AND STRATEGIC EQUITY INVESTMENTS LIMITED**

Transol Corporation Limited ("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 statements ("OIS") with ASIC today 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, and if no existing Transol options are exercised, Valleyarm 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, and if no existing Transol options are exercised, Strategic would raise \$127,394 before costs of the offer.

The full terms and conditions of each entitlement offer are detailed in the OISs which will be available to be viewed on the Company's website at [www.transolcorp.com.au](http://www.transolcorp.com.au). A copy of each OIS will be sent to shareholders.

**There is no entitlement to participate in offers in respect of the existing options you currently hold unless you exercise those options and are entered onto the register as a shareholder on or before the record date.**

The timetable and important dates of both the offers are 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
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.*

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 and Strategic will apply to ASX for quotation of the shares offered.

If you wish to participate in the offers in respect of some or all of your existing options, it will be necessary for you to exercise those options. Accordingly, you should complete a Notice of Exercise of Options and lodge that Notice with Transol, together with your payment for the number of options you wish to exercise. If payment for the exercise of options is not received prior to the record date (being 17 December 2012), you will not be able to participate in the offers in respect of any options which are unexercised.

Offers of Valleyarm's and Strategic's shares are made in the respective OISs. Anyone wishing to acquire shares who is eligible to participate in the offers will need to complete an applicable entitlement and acceptance form that will accompany each companies' OIS.

If you do not wish to participate in the offers in respect of your existing Transol options, you do not need to take any action.

Before deciding whether to exercise any or all of your options, you should read the respective OISs in their entirety and, if in any doubt, consult with your professional advisor.

Yours faithfully  
TRANSOL CORPORATION LIMITED



Adrien Wing  
Company Secretary