

6th March 2008

Stratatel Dividend Reinvestment Plan and Interim Dividend Update

Dear Shareholder,

The Directors of Stratatel are pleased to announce that the Stratatel Dividend Reinvestment Plan will be in place for the upcoming dividend.

On February 28th the Directors declared an interim unfranked dividend of 0.25 cents per ordinary share with a record date of 25 March 2008 and payable on 8 April 2008.

Shares issued to participants under the Stratatel Dividend Reinvestment Plan (DRP) will be allotted at a price which is equal to 95% of the volume weighted average market price per share of all Stratatel shares traded on the ASX during the 10 day period following the record date (subject to extension if there is a trading halt or suspension of quotation), or if no shares are traded in that period the price will be determined by the Directors in their absolute discretion as representing the fair market value of the shares.

Enclosed with this letter are the DRP Rules booklet and a DRP Notice for completion and return for those shareholders wishing to participate in the DRP.

For further information please contact:

Mike Fairclough
Managing Director
Stratatel Limited

Telephone: +61 2 9467 9200

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STRATATEL

Stratatel Limited

(ABN 63 088 257 729)

Dividend Reinvestment Plan

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Shareholder Communications

Enquiries or notifications by shareholders regarding their shareholdings should be directed to Computershare Investor Services Pty Ltd ACN 078 279 277 (**Registry**) at:

Postal address: The Registrar, Computershare Investor Services Pty Ltd, GPO Box 2975, Melbourne VIC 3001

Telephone: +61 3 9415 4000, 1300 850 505 (within Australia)

Facsimile: +61 3 9415 4000

Email: <http://www.computershare.com.au>

Shareholders communicating with the Registry should advise the Registry that the inquiry relates to Stratatel Limited shares and, in addition, when writing to the Registry should quote their shareholder reference number (SRN) or holder identification number (HIN) as it appears on holding statements along with their current address.

This booklet is limited to information concerning the operation of the Stratatel Limited Dividend Reinvestment Plan.

It is not a prospectus which is required to be lodged with the Australian Securities and Investments Commission under the Corporations Act, 2001(Cth). Consequently, this booklet does not contain the information which would be contained in such a prospectus. Further, this document does not constitute the provision of financial product advice.

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Summary of Stratatel's DRP Rules

1. What is the DRP?

The Dividend Reinvestment Plan (DRP or Plan) is a plan established by Stratatel Limited (Stratatel) to offer eligible shareholders the option of applying the cash dividends on their Stratatel shares to acquire further Stratatel shares, instead of receiving dividends in cash.

This document is only a summary of the Plan. Attached to this summary are the detailed rules of the Plan.

Participation is voluntary and is not transferable. If you want to receive future eligible cash dividends in cash no action is required.

2. How to participate in the Plan

If you wish to participate in the Plan, you must complete a "DRP Notice" and forward it to Computershare Investor Services Pty Ltd at the address specified for the Registry on page 1 of this document.

Please note that if your shares are held under different shareholder numbers in the register you will need to complete a DRP Notice in respect of each separate shareholder number.

The directors have the discretion not to accept a DRP Notice.

3. Full or partial participation

Shareholders may choose the level of participation in the Plan that suits their requirements and will be able to vary their level of participation at any time prior to the record date for a dividend.

Full participation means that all of the shares entered in the register in the name of the shareholder and all shares subsequently entered in the shareholder's name will be subject to the Plan.

If a shareholder wants only some shares to participate in the Plan (i.e. partial participation), the shareholder may nominate a specific number of shares to which they wish the DRP to apply. For all other shares subsequently entered in the register in the shareholder's name, if a shareholder wishes to have any of those shares participate in the Plan, the shareholder will need to specifically elect the number of those shares which are to participate in the Plan.

If you participate in the Plan and you sell some of your shares, the shares which you have

disposed of will be deducted from your shares in the following order:

- (a) shares not participating in the Plan; and
- (b) shares participating in the Plan, unless you notify the Registry otherwise by delivery of a DRP Notice.

4. Number of shares issued under the DRP

The number of shares issued, in broad terms, is the amount of the cash dividend divided by the market value of Stratatel shares at the relevant time (rounded to the nearest cent) less such discount (if any) as the directors may determine and notify to the ASX.

The cash amount available to be allocated to apply for shares is the amount of the cash dividend less any withholding or other tax, or other sum that Stratatel can deduct.

The market value of the Stratatel shares is calculated as:

- (a) the weighted arithmetic average price (rounded to the nearest cent) of all shares sold on the ASX during the 10 trading days immediately following the relevant record date (**Pricing Period**) (subject to extension if there is a trading halt or suspension of quotation); or
- (b) if no shares have been sold in the Pricing Period, the price determined by the directors in their absolute discretion as representing the fair market value of the shares.

5. Equal ranking of DRP shares

Shares issued under the Plan to a participating shareholder will be shares ranking equally in all respects with existing fully paid ordinary shares of Stratatel and will participate in all dividends subsequently declared or paid.

6. Selling DRP shares

Shareholders participating in the DRP may sell any their shares, including shares participating in the DRP or issued under the DRP, at any time. Shares participating in the DRP which are transferred to a new registered holder will be automatically withdrawn from the DRP on the registration of the transfer.

Summary of Stratatel's DRP Rules

7. No costs for participating in the DRP

Under present law, shares allotted under the Plan will not be subject to brokerage, commission, stamp duty or other transaction costs. All administration costs will be met by Stratatel.

8. DRP statements

Shareholders participating in the Plan will be issued with a statement as soon as practicable after the date of each dividend payment showing, for each shareholding account, details of the dividend entitlement, the number of shares issued, the issue price and the extent to which the dividend is franked.

9. Plan rules

The DRP will be operated in accordance with the rules of the DRP. Participants are all times bound by the rules of the DRP as modified from time to time, a copy of which is available from the Registry.

This summary is only an outline of the rules. To the extent there is any conflict between this summary and the rules, the rules will prevail. A full copy of the rules of the DRP is attached.

10. Listing on ASX

Application will be made for shares allotted under the Plan to be listed on the official list of ASX Limited.

11. Modifications, suspension or termination

Under the Plan the directors may modify the Plan rules from time to time and at any time as it considers appropriate. The directors may also suspend, recommence or terminate the operation of the Plan from time to time and at any time it considers appropriate.

12. Time periods for election

One the DRP Notice is received and accepted, an appropriate entry will be made in the register of participants in the DRP. If the entry is made prior to 5 pm on the record date for a dividend, participation in the DRP will start for that dividend. Once you have elected which shares are to participate in the Plan in relation to a dividend you cannot vary that election after the record date for the purpose of that dividend.

You will not, however, be required to make an election before every dividend is declared or

before each record date (as the case may be). Once a particular election has taken effect in respect of your nominated shares, it will remain in effect in relation to all subsequent eligible dividends unless and until it is varied by delivery of another DRP Notice.

13. Variation of election

Subject to the rules of the Plan, if you wish to vary your previous election under the Plan you may do so by delivery to the Registry of another DRP Notice.

14. Eligibility to participate

Subject to Stratatel's constitution and any applicable law, all shareholders are eligible to participate who hold at least 10,000 shares.

Shareholders are not eligible to participate if they have registered addresses in a country or place where in the absence of a prospectus or other disclosure document under foreign law or other formality, the offer or right to participate would or might be unlawful.

A shareholder may not participate in respect of shares which are not fully paid or otherwise eligible to receive a full dividend, or over which Stratatel has or is entitled to a lien or charge or otherwise has rights to retain part or all of a dividend payable in respect of those shares.

15. Eligible dividends

The directors have a discretion to determine whether a particular dividend (whether or not declared in respect of shares of every class) is "eligible" for the purposes of the Plan. The directors will decide this at the time of declaring a dividend. If the directors decide a dividend is an "eligible cash dividend" for the purposes of the Plan, the dividend will be satisfied for each shareholder in accordance with any DRP Notice received from that shareholder, or in cash, if no DRP Notice has been received.

If the directors determine that a dividend is not an "eligible dividend", the dividend will be paid entirely in cash.

16. Tax position

Participating shareholders in the Plan use eligible cash dividends paid on participating shares to subscribe for additional fully paid shares of the same class. For taxation purposes, shares received under the Plan are treated as though the shareholder had received a cash dividend then paid it back to

Summary of Stratatel's DRP Rules

Stratatel to subscribe for new shares. Stratatel's understanding is that:

- (a) Shares received under the Plan are treated as having been purchased by the reinvestment of cash dividends for the purpose of the Australian income tax system. A participant in the Plan will accordingly be subject to tax on the same basis as a recipient of cash dividends. Accordingly, where Stratatel declares "franked dividends", a participant in the Plan will be treated as receiving franked dividends to which franking credits attach for Australian income tax purposes.
- (b) Shares received under the Plan will, in general, be subject to Australian capital gains tax upon disposal. The cost base of the shares received under the Plan will be calculated for capital gains tax purposes on the basis that they were acquired at a cost equal to the cash amount of the dividend which is applied to pay for the shares. The acquisition date for capital gains tax purposes will be the date of allotment of the shares under the Plan.

A non-resident will not be subject to withholding tax on dividends to the extent that the dividend is franked. The capital gains tax consequence of participation by a non-resident in the Plan would be as described above, although most non-residents would not in any

event be subject to Australian capital gains tax on their Stratatel shares.

17. Independent tax advice

The above comments concerning the taxation position of shareholders are necessarily general in nature and shareholders should seek and rely upon their own taxation advice in relation to the Plan.

The precise taxation position of a shareholder under the Plan will depend upon the particular circumstances of the shareholder. Specifically, this summary does not address the tax issues relevant to shareholders in special circumstances, such as share traders or persons carrying on an investment business. The sole purpose of this summary is to outline the basic features of the Plan. Shareholders should not rely upon this summary for taxation purposes, and neither Stratatel nor any of its officers or advisers or the Registry accepts liability or responsibility in respect of any statement concerning taxation consequences, or in respect of the taxation consequences themselves.

18. Enquiries

For further information contact

Computershare Investor Services on
1300 850 505

Email: <http://www.computershare.com.au>

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Dividend Reinvestment Plan Rules

1. Definitions and interpretation

1.1 Definitions

In these Rules:

ASX means ASX Limited ACN 008 624 691 or any successor body and the market for the trading of securities created and operated by that company.

Constitution means the constitution of Stratatel as amended or added to from time to time.

Directors means the board of Stratatel as defined in the Constitution.

DRP means the Stratatel Dividend Reinvestment Plan implemented and maintained by the Directors pursuant to the Constitution.

DRP Notice means a notice in such form as Stratatel may from time to time require.

DRP Shares means Shares in respect of which a Shareholder has elected to participate in the DRP.

Listing Rules means the official Listing Rules of the ASX in force from time to time.

Market Price of Stratatel Shares is defined in Rule 6(b).

Non-DRP Shares means Shares in the capital of Stratatel not subject to the DRP.

Participant means a Shareholder some or all of whose Shares are DRP Shares.

Pricing Period is defined in Rule 6(b)(i).

Record Date means the date nominated by the Directors for the purpose of identifying the Shareholders who are entitled to receive a particular issue of dividends.

Register of Participants is defined in Rule 3.8(c).

Rules means the rules of the DRP as set out herein and as amended from time to time in accordance with Rule 12 and the Constitution.

Shares means fully paid ordinary Shares in the capital of Stratatel.

Shareholder means a person holding Shares.

Stratatel means Stratatel Limited ACN 088 257 729.

1.2 Interpretation

In these Rules, headings are for convenience of reference only and do not affect interpretation and, unless the context otherwise requires:

(a) words importing the singular include the plural and vice versa;

(b) words importing a gender include any gender;

(c) an expression importing a natural person includes any company, partnership, joint venture, association, corporation or other body corporate;

(d) the meaning of terms is not limited by specific examples introduced by expressions "including" or "for example", or similar expressions; and

(e) a word or expression in these Rules that deals with a matter dealt with by a provision of the Constitution has the same meaning as in that provision.

2. The DRP

The DRP and these Rules will commence operation on such date as the Directors in their sole discretion determine.

3. Eligibility and participation in the DRP

3.1 Invitations

Stratatel may from time to time invite Shareholders holding at least 10,000 Shares (or such larger number of Shares determined by the Directors from time to time), to participate in the DRP.

3.2 DRP Notice

(a) A Shareholder who wishes to participate in the DRP may only apply for participation in respect of Shares of which the Shareholder is the registered holder. An application for participation in the DRP must be made by a Shareholder by lodging a duly completed and executed DRP Notice.

(b) A DRP Notice must be properly completed in accordance with the instructions contained therein for it to be valid.

(c) A DRP Notice must be lodged for each shareholding account which the Shareholder wishes to participate in the DRP, and each shareholding account of a Shareholder will be treated separately for all purposes under the DRP.

3.3 Eligibility and participation

Participation by Shareholders in the DRP is subject to these Rules and:

(a) is optional (at the choice of the Shareholder);

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- (b) may be modified, suspended or terminated at any time; and
- (c) is not transferable.

3.4 Allotment contravening law

If, in the reasonable opinion of the Directors, the issue of the Shares by Stratatel or the holding of those Shares by the relevant Participant is in the sole opinion of the Directors unlawful, undesirable or impractical, the Directors may at any time and from time to time:

- (a) decline to issue Shares under the DRP;
- (b) reduce the issue of Shares under the DRP on a proportionate basis; and/or
- (c) reduce or suspend the participation in the DRP by any Participant.

3.5 Foreign shareholders

Unless the Directors in their discretion determine that it is not necessary to so exclude such Shareholders, no Shareholder whose registered address is in a country or place where, in the absence of a prospectus or other disclosure document under foreign law or other formality, the offer of a right to participate would or might be unlawful shall be eligible to participate in the DRP.

3.6 Some Shares ineligible

A Shareholder may not participate in respect of Shares which are not fully paid or otherwise eligible to receive a full dividend, or over which Stratatel has or is entitled to a lien or charge or otherwise has rights to retain part or all of a dividend payable in respect of those Shares.

3.7 Refusal of DRP Notice

If the Directors refuse to accept a DRP Notice pursuant to Rules 3.4, 3.5 or 3.6, Stratatel must notify the Shareholder as soon as practicable that the DRP Notice has been rejected.

3.8 Acceptance of DRP Notice

- (a) If the Directors accept a DRP Notice, the Directors will procure that an appropriate entry is made in the Register of Participants as soon as practicable after acceptance.
- (b) Each DRP Notice accepted by the Directors will be effective in respect of:
 - (i) the first dividend payment after receipt of the DRP Notice, provided it is received and an appropriate entry is made in the Register of Participants

before 5 pm on the Record Date for that dividend; and

- (ii) every dividend thereafter, unless superseded by a later duly completed and executed DRP Notice or if the DRP has been suspended or terminated.

- (c) Stratatel will record for each shareholding account of each Participant in a register (**Register of Participants**) particulars of:

- (i) the name and address of each Participant; and
- (ii) the number of DRP Shares held by the Participant from time to time, and Stratatel's records will be conclusive evidence of the matters so recorded.

4. Degree of participation

4.1 Full participation

- (a) A Shareholder may participate in the DRP in respect of all of the Shareholder's Shares the subject of a nominated shareholding account or in respect of some only of those Shares.
- (b) If a Shareholder wishes all Shares the subject of a nominated shareholding account to become DRP Shares the Shareholder must lodge a duly completed and executed DRP Notice electing full participation.
- (c) Where the Shareholder is a full Participant in the DRP then all Shares subsequently acquired by the Shareholder under a shareholding account whether under the DRP or otherwise shall be DRP Shares.

4.2 Partial participation

- (a) If a Shareholder wishes for only some Shares under a shareholding account to become DRP Shares the Shareholder must lodge a duly completed and executed DRP Notice indicating how many Shares are to become DRP Shares and only the number of Shares so specified shall become DRP Shares.
- (b) Where a Shareholder is a partial Participant under a shareholding account, then Shares subsequently acquired by the Shareholder under that account whether under the DRP or otherwise shall, subject to clause 4.3(a), only be DRP Shares to the extent that the Shareholder so elects in a DRP Notice .

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4.3 Irregular specification

- (a) A Shareholder may elect in a DRP Notice to have a greater number of Shares than that held by the Shareholder as at the date of the DRP Notice participate in the DRP. In that case, the number of Shares so specified in the DRP Notice or the number of Shares actually held by the Participant on the Record Date, whichever is the lesser, will be DRP Shares.
- (b) Any DRP Notice received by Stratatel which does not indicate the degree of participation in the DRP will, without notice to the applicant, be deemed to be an application for full participation in the DRP in respect of the nominated shareholding account of the Participant or, in the absence of a nominated shareholding account, all Shares of which the Participant is the registered holder.

4.4 Limit on participation

Notwithstanding anything else in these Rules, the Directors may at any time with written notice to the Participants (or any of them) limit participation in the DRP by limiting the amount of dividend which may be reinvested under the DRP without giving a reason.

4.5 Eligible dividends

The Directors have a discretion to determine whether a particular dividend (whether or not declared in respect of shares of every class) is “eligible” for the purposes of the DRP. The Directors will decide this at the time of declaring a dividend. If the Directors decide a dividend is an “eligible cash dividend” for the purposes of the Plan, the dividend will be satisfied for each shareholder in accordance with any DRP Notice received from that shareholder, or in cash, if no DRP Notice has been received.

If the Directors determine that a dividend is not an “eligible dividend”, the dividend will be paid entirely in cash.

5. Operation of DRP

- (a) Stratatel will establish and maintain a separate DRP account for each shareholding account of each Participant and each shareholding account will be treated separately for all purposes under the DRP. Stratatel will in respect of each dividend payable to a Participant:

- (i) determine the amount of that dividend payable in respect of the Participant’s DRP Shares;
- (ii) determine (where applicable) the Australian withholding tax deductible by Stratatel in respect of the dividend, and any other sum Stratatel is entitled to retain in respect of the DRP Shares;
- (iii) credit the amount referred to in Rule 5(a)(i) and debit any amount referred to in Rule 5(a)(ii) to the Participant’s DRP account;
- (iv) determine the maximum whole number of Shares which can be acquired under these Rules by dividing the amount in the Participant’s DRP account by the price determined under Rule 6;
- (v) allot that number of Shares to the Participant and debit the subscription amount against the balance in the Participant’s DRP account; and
- (vi) carry forward any residual cash balance to the Participant’s DRP account for the next dividend. No interest will accrue in respect of residual positive balances in a Participant’s DRP account.

- (b) On the termination of participation in the DRP by a Participant, any residual positive balance in the Participant’s DRP account at that time will be paid by cheque to the Participant.

6. Allotment price

- (a) Each Share allotted under the DRP will be allotted at the Market Price of Stratatel Shares (rounded to the nearest cent) less such discount (if any) as is determined by the Directors and notified to the ASX.
- (b) For the purposes of these Rules, the expression “**Market Price of Stratatel Shares**” means:
- (i) the arithmetic average of the daily volume weighted average market price (rounded to the nearest cent) of all Shares sold on the ASX during the 10 trading days immediately following the relevant Record Date (**Pricing Period**), provided that if there is, at any time during a Pricing Period, a trading halt in, or suspension of quotation of, the Shares on the ASX, then the Pricing Period shall be extended by 1 trading day for each day on which such halt or suspension is in place (regardless or

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whether or not that event existed for all of a trading day); or

- (ii) if no Shares have been sold in the Pricing Period, the price shall be determined by the Directors in their absolute discretion as representing the fair market value of the Shares.

- (c) The determination by the Directors of a market price under Rule 6(b)(ii) is final and binding on all Participants.
- (d) The Market Price of Stratatel Shares may be calculated excluding such transactions as special crossings, overseas trades and option exercises as determined by the Directors. The calculation may be made by the Directors or a similarly qualified person nominated by the Directors, and may be determined by reference to such information as the Directors approve for the purpose from time to time, and, in the absence of manifest error, is binding on Participants.

7. Allotment of Shares under DRP

7.1 Status of Shares

Shares allotted under the DRP:

- (a) are issued on the terms disclosed in the DRP;
- (b) will be allotted under the DRP within the time required by ASX;
- (c) rank equally in every respect with existing Shares; and
- (d) participate in all dividends subsequently issued.

7.2 Registration of Shares

Shares allotted under the DRP will be registered on the register where the Participant already holds Shares or, if the Participant already holds Shares on more than 1 share register, on the share register which the Directors in their absolute discretion determine.

7.3 Official quotation

Stratatel will make an application promptly after each allotment of Shares under the DRP for quotation of those Shares on the ASX, if other Shares in Stratatel are quoted at that time.

8. Costs to Participants

- (a) Except to the extent required by law (in which case Rule 8(b) applies), no brokerage, commission, stamp duty or other transaction

costs will be payable by Participants in respect of any allotment of Shares under the DRP.

- (b) Where any law requires on any occasion the payment of any amount in respect of an allotment of Shares to a Participant under the DRP, that amount must be:
 - (i) deducted from the sum which would, but for the Participation of the Participant, be available for payment to the Participant; and
 - (ii) paid by Stratatel as required by that law.

9. Statements to Participants

As soon as practicable after each allotment of Shares under the DRP, Stratatel will forward to each Participant a statement setting out:

- (a) the number of DRP Shares held by the Participant on the Record Date for the relevant dividend;
- (b) the amount of the dividend payable in respect of that Participant's DRP Shares which have been applied towards subscription for additional Shares;
- (c) the amount of any withholding or other tax or other sum Stratatel has retained or remitted to the Australian Tax Office in relation to the dividend or the DRP Shares;
- (d) the issue price and issue date of additional Shares allotted to the Participant under the DRP;
- (e) the number of Shares allotted to the Participant under the DRP allotment;
- (f) the Participant's total holding of Shares after the allotment;
- (g) the residual cash balance in the Participant's DRP account; and
- (h) the extent to which the relevant dividend is franked for Australian income tax purposes.

10. Variation or termination of Participation

10.1 Variation and termination

- (a) A Participant may, at any time, by lodging a duly completed and executed DRP Notice:
 - (i) convert full participation to partial participation (and vice versa);

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(ii) increase or decrease the number of
DRP Shares specified in respect of
participation in the DRP; or

(iii) terminate participation in the DRP.

(b) A DRP Notice must be lodged for each
shareholding account.

(c) For the purpose of this clause 10.1, the
death of any one, two or more joint
Shareholders does not automatically
terminate participation by the remaining
Shareholder or joint Shareholders.

(d) If a DRP Notice decreases or increases the
level of participation in the DRP to below full
participation, only that number of Shares
specified in the DRP Notice will be DRP
Shares and no after-acquired Shares will be
DRP Shares except as specified in Rule
4.3(a).

(e) If a DRP Notice increases the level of
participation in the DRP to full participation,
all of the Shareholder's Shares as at the
date of the DRP Notice and all Shares
subsequently acquired by the Shareholder
(including Shares allotted under the DRP)
shall be DRP Shares.

10.2 Disposal of DRP Shares

(a) Where all of the Participant's Shares are
DRP Shares, in the event that some only of
those Shares are disposed of, the remaining
Shares held by the Participant will continue
to be DRP Shares.

(b) Where some only of a Participant's Shares
are DRP Shares the Participant will, unless
Stratatel receives notice otherwise, be
deemed to dispose of the Participant's Non-
DRP Shares first.

(c) If a Participant disposes of all of the
Participant's Shares without giving Stratatel
a DRP Notice and is not registered as the
holder of any Shares when Stratatel's share
register is next closed for payment of a
dividend, the Participant will be deemed to
have terminated participation on the date
when Stratatel last registered a transfer of
the Participant's Shares.

11. Applications and notices

(a) Any application or notice referred to in these
Rules shall be in writing and in such form as
Stratatel may from time to time require.

(b) DRP Notices received at Stratatel's share
registry prior to 5 pm on the Record Date for

a particular dividend will be effective in
respect of that dividend and all subsequent
dividends.

(c) Subject to Rule 11(b), applications and
notices are effective on receipt at Stratatel's
share registry and take effect from the next
Record Date following such receipt.

(d) Any notice to be given to Shareholders or
Participants may be given by notice on
Stratatel's website and to the ASX or, at the
Directors' discretion, may be given in
accordance with the provisions regarding the
giving of notices to Shareholders contained
in the Constitution.

12. Modification, suspension, recommencement and termination of DRP

(a) The DRP may be modified by the Directors
giving not less than 1 month's notice to all
Participants in accordance with Rule 11(d).
A Participant's DRP Shares will continue to
participate in the modified DRP unless the
Participant lodges a DRP Notice with
Stratatel's share registry.

(b) The DRP may be suspended, recommenced
or terminated by the Directors at any time
giving not less than 1 month's notice to all
Participants in accordance with Rule 11(d).

(c) Notice of suspension, recommencement or
termination must be given to all Participants,
and the suspension, recommencement or
termination will be effective:

(i) on the date determined by the Directors
and notified to the Participants; and

(ii) until such time as the Directors resolve
either to recommence or terminate the
DRP.

(d) Whilst the DRP is suspended, dividends on
DRP Shares will not be applied by the
Directors on the Participant's behalf in
subscribing for Shares under the DRP.

(e) The accidental omission to give notice of
modification, suspension, recommencement
or termination to any Participant or the non-
receipt of any notice by any Participant will
not invalidate the modification, suspension,
recommencement or termination of the DRP.

(f) If the Directors terminate the DRP, Stratatel
will send to each Participant a cheque for
the residual cash balance (if any) in the
Participant's DRP account.

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13. Administration of the DRP

13.1 Administration

The DRP will be administered by the Directors who have the power to:

- (a) determine procedures for administration of the DRP consistent with these Rules;
- (b) settle in such manner as they consider appropriate any difficulties, anomalies or disputes, including all questions of fact or interpretation of these Rules, which may arise in connection with, or by reason of, the operation of the DRP, whether generally or in relation to any Participant or any Shares and the determination of the Directors is to be conclusive and binding on all Participants and other persons to whom the determination relates; and
- (c) delegate to any one or more persons, for such period and on such conditions as they may determine, the exercise of any of their powers or discretions arising under the DRP.

13.2 Equitable claims

Stratatel, unless otherwise required by law, need not recognise a person as owner of additional Shares issued under the DRP other than the registered holder of the DRP Shares in respect of which the additional Shares are issued.

14. General

14.1 Participants to be bound

Participants are at all times bound by these Rules as modified from time to time.

14.2 Entries conclusive

Subject to Rule 12, the entries which have been made in the register in respect of a Participant at any time pursuant to these Rules shall be conclusive in determining whether or not a Share is a Participating Share and whether the holder of the Share at that time has the corresponding rights which attach under these Rules to a Participating Share.

14.3 Errors in register

Neither Stratatel nor any of its officers or employees shall be liable in any way whatsoever to Shareholders for errors or omissions in the making of entries in the Register of Participants pursuant to these Rules.

14.4 Taxation

Stratatel takes no responsibility for the taxation liabilities of Participants and specific taxation advice should be obtained by the Participant, if required.

14.5 Waive compliance

The Directors reserve the right to waive compliance with any of the provisions of these Rules.

14.6 Governing law

The DRP and its operation and these Rules shall be governed by and must be construed in accordance with the laws of Western Australia.