

TechStar Limited

Company Announcements Office
Australian Stock Exchange Limited
20 Bridge Street
Sydney NSW 2000

Re: Issue of Shares

Dear Sirs

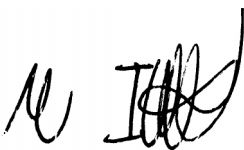
We advise that we have completed the issue of 9,137,508 ordinary shares (TSR) at an issue price of \$0.04 per share under a Shareholder's Share Plan offered to all eligible shareholders registered on the TechStar Register List at 5.00pm pm 26th October 2006.

The \$365,500.32 raised will be used in support of the Company's work program consisting of:

- development of the Mantuan Downs bentonite resource,
- development and commercialisation of the Company's environmental remediation technologies.
- provide working capital

Please do not hesitate to call Mr. Michael Ilett if you have any queries regarding this placement.

Yours faithfully



Michael Ilett
Company Secretary