



Level 37 Riverside Centre 123 Eagle Street BRISBANE QLD 4000
Fax: +61 7 3832 3234 Telephone: +61 7 3221 0679

14 November 2006

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

Dear Sir,

Re: Sale of two TechStar Projects

TechStar Limited is pleased to announce completion of the sale of two of its R&D projects, Sportzwhistle, and the Emergency Response Vest. Both these projects have been sold to Titchfield Services Limited of New Zealand.

Titchfield has acquired subsidiary project company, Sportzwhistle, for a purchase price of \$1,750,000 to be paid over 5 years through a revenue-sharing royalty conditional upon sufficient revenue being received. TechStar will also receive a significant perpetual trailing royalty.

Titchfield also acquired the emergency response vest technology project for an initial purchase price of \$250,000, also to be paid over 5 years through a revenue-sharing royalty and conditional upon sufficient revenue being received. TechStar will also receive a perpetual trailing royalty.

Sportzwhistle developed the hand held electronic whistle “SportzWiz” which produced a very loud pea-whistle noise for use in many areas including the sporting, security, marine, and services sectors.

SportzWiz has commenced commercialisation with sales into Europe and North America through global distributor, J Hudson and Co, the makers of the original Acme whistle. Titchfield intends to continue the expansion of the SportzWiz into new geographic and commercial sectors.

The emergency response vest is being developed in conjunction with NRMA and provides an electronic safety signal for workers who may be in danger.

The disposal of these projects accentuates the re-focus of TechStar away from mechanical-technical devices into the global environmental remediation sector.

TechStar continues development and commercialisation of the portfolio of environmental technologies it gained with the acquisition of the Ipoh Group. These technologies are all based on the well-tested unique properties of the mineral bentonite with its capacity to absorb toxins from soil, water and air, and tests in Australia and overseas have confirmed their efficacy.

In continuing this focus, at the AGM on 29th November 2006, shareholders will be asked to approve the acquisition of Ipoh Pacific Resources, the owner of arguably the purest calcium bentonite resource in Australia, located in Central Queensland.

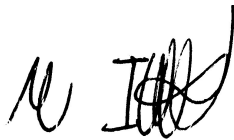
While lower quality bentonite can be used as cat litter, this superior quality product is in demand for food and beverage clarification, and other higher value industrial applications, and as such will command a higher price.

TechStar is already working with Ipoh Pacific Resources on the development of the bentonite resource and approvals are proceeding according to plan. The mine is expected to begin commercial production in the first half of 2007.

If you have any queries in relation to this matter please do not hesitate to contact the Company Secretary.

Yours faithfully

TECHSTAR LIMITED

A handwritten signature in black ink, appearing to read 'M Ilett', is positioned below the company name.

Michael Ilett
Company Secretary