



Sirius Corporation Limited

Suite 2, Level 8, 616 St Kilda Road, Melbourne, Victoria 3004

T: +61 3 9520 7800

F: +61 3 9520 7950

www.sirius.com.au

ABN 94 050 240 330a

17 December 2010

The Manager
Company Announcements Office
Australian Securities Exchange

Announcement for Immediate Release

I attach a copy of a letter which was despatched to all shareholders earlier today in relation to the Company's recently announced rights issue.

Yours faithfully

A handwritten signature in black ink, appearing to read "F. Licciardello", with a stylized flourish at the end.

Francesco (Frank) Licciardello
Managing Director



17 December 2010

Dear Shareholder

Sirius Corporation Limited

Underwritten 1 for 3 non renounceable Rights Issue to raise up to \$1 million

This letter is to notify you that on 16 December 2010, Sirius Corporation Limited (**ASX: SIU**) announced to the ASX a partially underwritten, non renounceable rights issue (**Rights Issue**).

The Rights Issue offers shareholders whose registered addresses are within Australia and New Zealand (**Eligible Shareholders**) one (1) fully paid ordinary share for every three (3) fully paid ordinary shares held as at 7.00pm on Friday 24 December 2010 (**Rights Issue Shares**) to raise up to \$1 million.

You will receive your copy of the Offer Document and the Entitlement and Acceptance Form shortly. The Offer Document has been lodged with the ASX and is available on the ASX website.

The Company will make an application for the quotation of the Rights Issue Shares on ASX. Rights Issue Shares will rank equally with the Company's fully paid ordinary shares on issue. In addition to being able to apply for Rights Issue Shares under the Rights Issue, shareholders (excluding the directors and their respective associates) who take up their full entitlement under the Rights Issue will be able to apply for additional Shares that are not subscribed for in the Rights Issue (**Shortfall Facility**).

The Rights Issue will be underwritten by Mr Rajiv Parrab to a maximum amount of \$600,000. As announced to the market on 16 December 2010 the Board has agreed to appoint Mr Parrab as an executive director of the Company commencing on 21 December 2010. Mr Parrab also currently holds a relevant interest in 17.93% of the Company's issued share capital.

Accordingly, the amount to be received by the Company pursuant to the Rights Issue will be at least \$600,000 up to a possible maximum subscription of approximately \$1 million (in each case before costs and expenses).

This offer is open to shareholders of the Company as at the Record Date with registered addresses in Australia and New Zealand. Please note that shareholders at the Record Date with a registered address outside Australia or New Zealand will not be eligible to participate in the Rights Offer.

The key information and dates are set out below for your information.

Key Terms of the Rights Issue

Type of Offer	Non renounceable rights issue
Issue Ratio	1 New Share for every 3 Shares held
Issue Price	\$0.025 cents per New Share
Record Date	Friday 24 December 2010
Current Number of Shares on Issue	120,064,847
New Shares to be issued	Up to 40,021,616
Maximum Number of Shares after completion of the Issue	Up to 160,086,463
Funds Raised	Up to \$1,000,000 before costs
Underwriter	Mr Rajiv (Raju) Parrab
Underwriting Fee	Approximately \$60,000



Shareholder approval of the Rights Issue is not required. The Rights Issue is undertaken without a prospectus in accordance with section 708AA of the *Corporations Act 2001 (Cth)* (**Act**). The notice required under section 708AA(7) of the Act is attached.

Timetable ¹

Initial announcement of Rights Issue and lodgement of Appendix 3B and s708AA notice	Thursday 16 December 2010
Despatch of letter to shareholders	Friday 17 December 2010
"Ex" Date (i.e. date from which securities commence trading without the entitlement to participate in the Rights Issue)	Monday 20 December 2010
Record Date (i.e. date for determining entitlement to participate in the Rights Issue)	Friday 24 December 2010
Despatch of Offer Document and personalised Entitlement and Application Form	Wednesday 4 January 2011
Closing Date (Last day for acceptance and payment in full)	Tuesday 18 January 2011
Company notifies ASX of under-subscriptions	Friday 21 January 2011
Allotment of Rights Issue Shares and despatch of holding statements	Thursday 27 January 2011
Trading of Rights Issue Shares expected to commence on ASX	Friday 28 January 2011

¹This timetable is indicative only. The Company reserves the right, subject to the ASX Listing Rules, to amend the indicative timetable. In particular, the company reserves the right to extend the closing date or to withdraw the Rights Issue without prior notice.

Action required by Eligible Shareholders

Eligible Shareholders may:

- take up all of the Offer;
- take up all of the Offer and apply for Additional Shares;
- take up part of the Offer and allow the balance to lapse; or
- not take up any of the Offer and allow all of the Offer to lapse.

It is important that Eligible Shareholders determine whether to take up their rights, or allow their rights to lapse. The Offer Booklet will outline how Eligible Shareholders can participate in the Offer and in the Shortfall Facility.

Use of Funds

The funds raised will, after payment of costs and expenses, be applied for general corporate purposes to fund existing operations including the working capital requirements arising from new contracts the Company has recently been awarded. The funds will also be applied, if relevant, towards assisting with the Company's acquisition-led growth strategy and the search for suitable acquisition targets including due diligence and other costs associated with the acquisition process.

For further information regarding the offer please contact me directly on +613 9 520 7914 or 0411 708 933.

Yours faithfully

Francesco Licciardello
Managing Director