

22 August 2007

IMPORTANT NOTICE

The default option for receiving your annual report has changed from a printed copy to be via our website. You have the choice of receiving notification about accessing your annual report online or continuing to receive a printed annual report.

MAKE YOUR SELECTION ON THE BACK OF THIS FORM

YOUR
ANNUAL
REPORT




YOUR
CHOICE

Dear valued shareholder

LEGISLATION CHANGE - WHAT THIS MEANS FOR YOU

The Australian Government recently introduced legislation allowing the default option for receiving annual reports to be via a company's website. You can now access timely, cost effective and greener online reports unless you request a printed copy. You can choose to be notified by email when the annual report becomes available on our website at www.starpharma.com - otherwise this information will be provided in your AGM mail pack. All other shareholder communications will continue to be sent to you by post.

WHAT ARE YOUR OPTIONS?

- OPTION 1**  Receive email notification when your annual report becomes available online.
- OPTION 2**  Continue receiving a printed version of the annual report.
-  If you take no action, information on accessing your online annual report will be provided in your AGM notice and proxy form mail pack.

If you have any questions about this letter please contact an investor service representative on 1300 850 505.



Ben Rogers
Company Secretary

