

Dear Shareholders,

January 1, 2011

2010 has now come to a close and it is important to review what has been accomplished and what to expect in the future.

**Stratton Mobile** – We launched SM in the summer of 2010 and since that time we have successfully designed, developed and launched three different mobile applications on the iPhone and Android markets. Current sales are minimal yet consistent as we continue to break through in this market. SM's schedule is one additional application designed, developed and launched each month of 2011. The overall goal of SM is to establish itself with 25 applications and then begin working to refine and enhance them.

**New Bridge Properties** – NBP has successfully acquired its first property, details of which can be found in filings with OTC Markets. In addition during the month of December extensive repairs and enhancements have taken place with the roof of the property. Each month until the summer the company plans on working further on its renovations with initial plans to sell the property in the late summer of 2011. Funds from this will be used to further expand the company and its assets.

**Market Friends** – MF needed to be put on delay for most of 2010. We are happy to inform shareholders that we have restarted the development of this financial community. In January, live chat rooms will be added to the website as well as all the appropriate ad sense setups. From there further backend development will take place cleaning up the site and making things a bit more user friendly. Eventually it will be membership based with reoccurring membership fees. The company is working to bring someone else on board as it has not worked out with the previous appointment.

**Stratton Holdings, Inc. Investments** – The Company successfully executed a transaction with Global Water Technologies, Inc. (GWTR). The company is in its development stage but, in the opinion of management, has extreme potential for growth. The company also was very impressed with GWTR's new board of directors and the steps they have taken to ensure shareholders are protected and the company continues to move forward in the explosive water industry. GWTR is undervalued currently and we felt it was a perfect entry point for STHG.

**Additional Subsidiaries/Investments** – The Company recently announced entering into discussions with a fire and safety company based in California. This continues to move forward. The first drafts of contracts have been drawn up as we continue to discuss the best options for both companies. The way things are looking now it will be a minority interest that will provide a monthly percentage of revenue from the targeted company. The targeted company has been in business for seven years and has proven revenue as verified by our board of directors. This is a great transaction for STHG as it will provide another stream of income to be disbursed for the other projects being worked on simultaneously.

There is an additional project being worked on that is not quite done yet that will be announced shortly. The plan for the company is to establish its holdings as mentioned above, and then really begin focusing on driving in business on each of them. Shareholders will start to see revenue figures as 2011 rolls along as each entity establishes itself in its field. This is a really exciting time for the company as we continue to make progress on each front of the company.

Management would like to thank shareholders who have stayed committed to the company and continue to support the board of directors and see the actions that need to take place to really grow this into something we can all be proud of.

2011 should be STHG's most exciting year yet.

Sincerely,

A handwritten signature in black ink that reads "Eric Stratton Racheff". The signature is written in a cursive, flowing style. The first name "Eric" is written in a smaller, more compact script, while "Stratton Racheff" is written in a larger, more expansive cursive script. The signature is positioned to the right of the typed name and title.

Eric Stratton Racheff  
CEO & Chairman