

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 8-K

CURRENT REPORT

Pursuant to Section 13 or 15(d) of the  
Securities Exchange Act of 1934

Date of Report (Date of earliest event reported): December 20, 2001

Stratus Properties Inc.

(Exact name of registrant as specified in its charter)

Delaware (State or other jurisdiction of incorporation or organization)	0-19989 (Commission File Number)	72-1211572 (IRS Employer Identification Number)
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98 San Jacinto Blvd., Suite 220  
Austin, Texas 78701  
(address of principal executive offices)

Registrant's telephone number, including area code: (512) 478-5788

Item 5. Other Events and Regulation FD Disclosure.

Stratus Properties Inc. announces the establishment of a new bank credit facility (Exhibit 99.1).

SIGNATURE

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Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

Stratus Properties Inc.

By: /s/ C. Donald Whitmire, Jr.

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C. Donald Whitmire, Jr.  
Vice President -Controller  
(authorized signatory and  
Principal Accounting Officer)

Date: December 21, 2001

Stratus Properties Inc.  
Exhibit Index

Exhibit  
Number

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99.1 Press Release dated December 20, 2001 "Stratus

Properties Announces New Bank Credit Facility".

STRATUS PROPERTIES ANNOUNCES  
NEW BANK CREDIT FACILITY

AUSTIN, TX, December 20, 2001 - Stratus Properties Inc. (NASDAQ: STRS) announced today that it has established a new bank credit facility with Comerica Bank-Texas ("Comerica") which replaces its pre-existing Comerica credit facility. Stratus has established a new expanded \$25 million revolving line of credit available for general corporate purposes and an additional \$5 million loan specifically designed to provide funds for certain development costs. The \$5 million loan and the \$25 million revolving line of credit each have an initial term of twenty-eight months (maturing April 16, 2004). Currently, Stratus has \$11.6 million outstanding under the revolving line of credit, leaving \$13.4 million available. There is no balance outstanding under the \$5 million development loan availability.

William H. Armstrong, Chairman and Chief Executive Officer of Stratus said, "We are very pleased with our continuing relationship with Comerica and our new enhanced credit facility, which we believe provides Stratus greater financial flexibility to take advantage of our unique properties as the economy begins to move in a positive direction."

Stratus is a diversified real estate company engaged in the development, management and marketing of real estate in the Austin, Houston and San Antonio, Texas areas.

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