



by Stratus as its independent public accountant on July 15, 2002. Because of the relatively short period between the time Stratus was able to engage PwC as its independent public accountant and the filing deadline for its Quarterly Report on Form 10-Q for the period ending June 30, 2002, PwC has not completed its review of Stratus' interim financial statements as required by Rule 10-01(d) of Regulation S-X. PwC is proceeding with its review procedures and Stratus will file this report, along with the officer certificate required by the recently enacted Sarbanes-Oxley Act, with the Securities and Exchange Commission no later than the fifth calendar day following the prescribed due date for this Quarterly Report, or August 19, 2002.

PART IV-- OTHER INFORMATION

(1) Name and telephone number of person to contact in regard to this notification

C. Donald Whitmire, Jr.	504	582-1612
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(Name)	(Area Code)	(Telephone Number)

(2) Have all other periodic reports reports required under Section 13 or 15(d) of the Securities Exchange Act of 1934 or Section 30 of the Investment Company Act of 1940 during the preceding 12 months or for such shorter period that the registrant was required to file such report(s) been filed? If answer is no, identify report(s). [x] Yes  
[]No

(3) Is it anticipated that any significant change in results of operations from the corresponding period for the last fiscal year will be reflected by the earnings statements to be included in the subject report or portion thereof? []Yes [x]No

If so, attach an explanation of the anticipated change, both narratively and quantitatively, and, if appropriate, state the reasons why a reasonable estimate of the results cannot be made.

Stratus Properties Inc.  
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(Name of Registrant as Specified in Charter)

has caused this notification to be signed on its behalf by the undersigned hereunto duly authorized.

Date: August 14, 2002 By: /s/ C. Donald Whitmire, Jr.  
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INSTRUCTION: The form may be signed by an executive officer of the registrant or by any other duly authorized representative. The name and title of the person signing the form shall be typed or printed beneath the signature. If the statement is signed on behalf of the registrant by an authorized representative (other than an executive officer), evidence of the representative's authority to sign on behalf of the registrant shall be filed with the form.

ATTENTION

Intentional misstatements or omissions of fact constitute Federal Criminal Violations (See 18 U.S.C. 1001).