

**FORM 4**

**UNITED STATES SECURITIES AND EXCHANGE COMMISSION**

Washington, D.C. 20549

<b>OMB APPROVAL</b>	
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Check this box if no longer subject to Section 16. Form 4 or Form 5 obligations may continue. See Instruction 1(b).

**STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP**

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940

1. Name and Address of Reporting Person* <b>GARRISON BRUCE G</b>  (Last) (First) (Middle) <b>4265 SAN FELIPE, SUITE 800</b>  (Street) <b>HOUSTON TX 77027</b>  (City) (State) (Zip)	2. Issuer Name and Ticker or Trading Symbol <b>STRATUS PROPERTIES INC [ STRS ]</b>	5. Relationship of Reporting Person(s) to Issuer (Check all applicable)  <input checked="" type="checkbox"/> Director 10% Owner Officer (give title below) Other (specify below)
	3. Date of Earliest Transaction (Month/Day/Year) <b>09/04/2008</b>	
4. If Amendment, Date of Original Filed (Month/Day/Year)		

**Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned**

1. Title of Security (Instr. 3)	2. Transaction Date (Month/Day/Year)	2A. Deemed Execution Date, if any (Month/Day/Year)	3. Transaction Code (Instr. 8)		4. Securities Acquired (A) or Disposed Of (D) (Instr. 3, 4 and 5)			5. Amount of Securities Beneficially Owned Following Reported Transaction(s) (Instr. 3 and 4)	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	7. Nature of Indirect Beneficial Ownership (Instr. 4)
			Code	V	Amount	(A) or (D)	Price			
Common Stock	09/04/2008		M		625	A	\$13.0605	10,625	D	
Common Stock	09/04/2008		M		1,875	A	\$18.215	12,500	D	
Common Stock	09/04/2008		S		100	D	\$29.1	12,400	D	
Common Stock	09/04/2008		S		95	D	\$28.98	12,305	D	
Common Stock	09/04/2008		S		390	D	\$28.97	11,915	D	
Common Stock	09/04/2008		S		100	D	\$28.94	11,815	D	
Common Stock	09/04/2008		S		300	D	\$28.93	11,515	D	
Common Stock	09/04/2008		S		200	D	\$28.89	11,315	D	
Common Stock	09/04/2008		S		100	D	\$28.8	11,215	D	
Common Stock	09/04/2008		S		100	D	\$28.72	11,115	D	
Common Stock	09/04/2008		S		900	D	\$28.5	10,215	D	
Common Stock	09/04/2008		S		100	D	\$28.437	10,115	D	
Common Stock	09/04/2008		S		100	D	\$28.357	10,015	D	
Common Stock	09/04/2008		S		15	D	\$28.34	10,000	D	

**Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)**

1. Title of Derivative Security (Instr. 3)	2. Conversion or Exercise Price of Derivative Security	3. Transaction Date (Month/Day/Year)	3A. Deemed Execution Date, if any (Month/Day/Year)	4. Transaction Code (Instr. 8)		5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5)	6. Date Exercisable and Expiration Date (Month/Day/Year)		7. Title and Amount of Securities Underlying Derivative Security (Instr. 3 and 4)	8. Price of Derivative Security (Instr. 5)	9. Number of derivative Securities Beneficially Owned Following Reported Transaction(s) (Instr. 4)	10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	11. Nature of Indirect Beneficial Ownership (Instr. 4)	
				Code	V		Date Exercisable	Expiration Date						Title
Option (right to buy)	\$13.0605	09/04/2008		M		625	09/01/2005 <sup>(1)</sup>	09/01/2014	Common Stock	625	\$0	0	D	
Options (right to buy)	\$18.215	09/04/2008		M		1,875	09/01/2006 <sup>(2)</sup>	09/01/2015	Common Stock	1,875	\$0	625	D	

**Explanation of Responses:**

1. 25% exercisable on the date indicated and 25% exercisable on each of the next three anniversaries thereof.
2. 25% exercisable on the date indicated and 25% exercisable on each of the next three anniversaries thereof.

Kelly C. Simoneaux, on behalf  
of Bruce G. Garrison pursuant 09/05/2008  
to a power of attorney

\*\* Signature of Reporting Person      Date

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

\* If the form is filed by more than one reporting person, see Instruction 4 (b)(v).

\*\* Intentional misstatements or omissions of facts constitute Federal Criminal Violations See 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, see Instruction 6 for procedure.

**Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB Number.**