



SCHAFFER CORPORATION ANNOUNCES EXPECTED FY 2011 PROFIT AND FINAL DIVIDEND

Schaffer Corporation Limited (ASX: SFC) today announced its expected full year net profit after tax for FY 2011 to be marginally lower than the prior financial year (FY 2010: \$4.5 million) after an upgrade of expected second half earnings.

The earnings have been upgraded primarily from the sale of a 20% interest in a syndicated joint venture property at 89 St. George's Terrace, Perth, which settled on 31 May 2011. The increase in earnings is partially offset by one-off costs of approximately \$1.3 million (after tax), related to the closure of the Howe Automotive Limited cutting plant in Mexico.

This profit forecast is naturally dependent on the last two months of the year and also the completion and audit of SFC's FY 2011 accounts.

Dividend Expectation

The Board expects to issue a final ordinary dividend of \$0.10 per share (fully franked), bringing the ordinary dividend for the 2011 financial year to \$0.20 per share (fully franked).

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