



NOTICE OF MEETING

Time: 11.30am
Date: Wed 14th November 2007
Venue: Broadwater Pagoda
112 Melville Parade
Como, Western Australia

Schaffer Corporation Limited ("**SFC**" or the "**Company**") gives notice the annual general meeting of shareholders will be held at **Broadwater Pagoda, 112 Melville Parade, Como, Western Australia** at **11.30am (WST) Wednesday 14th November 2007**.

BUSINESS

1. Accounts and Reports

To receive and consider the annual financial report and reports of the directors and the auditors for the period ended 30 June 2007.

2. Resolution 1: Re-election of Mr David Schwartz as a Director

To consider, and if thought fit, to pass the following resolution as an **ordinary resolution**:

"That David Jacob Schwartz, who retires in accordance with the Company's constitution and, being eligible for re-election, be re-elected as a Director."

3. Resolution 2: Adopt Remuneration Report

To consider, and if thought fit, to pass the following resolution as an **ordinary resolution**:

"That the Remuneration Report for the period ended 30 June 2007 be adopted."

By order of the Board

GV Davieson
Company Secretary
10 October 2007



EXPLANATORY NOTE

The business set out below is scheduled to be conducted at:

Time:	11.30am
Date:	Wed 14 th November 2007
Venue:	Broadwater Pagoda 112 Melville Parade Como, Western Australia

This Explanatory Note has been prepared for the information of shareholders of the Company in connection with the business to be conducted at the forthcoming annual general meeting of shareholders.

Annual Financial Report

The first item on the notice of annual general meeting deals with the presentation of the Financial Report and Reports of the Directors and Auditor of the Company for the year ended 30 June 2007. No resolution is required to be moved in respect of this item of business.

Resolution 1 – Re-election of Director

David Jacob Schwartz *Independent Director* - Born: Pretoria South Africa 6 November 1953

Mr Schwartz is required to retire from office pursuant to the 'Director Rotation' provisions of Article 3.6 of the Company's constitution. Mr Schwartz, being eligible, has offered himself for re-election as a Director.

Mr. Schwartz joined the Board in 1999 and is independent Chairman of the Board's Audit Committee and the Nominations and Remuneration Committee. Mr Schwartz is Chairman of Clime Investment Management Limited and Homeleisure Limited. Mr Schwartz has many years experience in successfully managing manufacturing and distribution businesses in Australia and South Africa. He is Chairman of Pascoes Pty Limited, ToLife Technologies Pty Limited and Stefani Pure Water Australasia Pty Limited and a director of Betts Group Pty Ltd.

The Board supports the re-election of Mr Schwartz.

Resolution 2 – Remuneration Report

The Corporations Act requires that a resolution in relation to the Remuneration Report, included in the Director's Report be included in the Notice of Meeting, so that shareholders have an opportunity to comment and ask questions on the content of the Remuneration Report and exercise a vote for its adoption. The vote on the resolution is advisory only and does not bind the Directors or the Company. The Company's remuneration report commences on Page 52 of the 2007 Annual Report, a copy of which is available from SFC's website at www.schaffer.com.au.

The Board supports the adoption of the Remuneration Report.

Questions and Comments by Shareholders at the Meeting

As has been previous Company practice, reasonable opportunity will be given to shareholders at the meeting to ask questions about, or make comments on, the management of the company and the business set out in this Notice of Meeting. Similarly a reasonable opportunity will be given to

shareholders at the meeting to ask the auditor, or their representative, questions relevant to the conduct of the audit and the preparation and content of the auditor's report.

HEAD OFFICE: 1305 Hay Street, West Perth, Western Australia 6005

POSTAL ADDRESS: PO Box 770, West Perth, 6872 Western Australia

TELEPHONE: 61 8 9483 1222 **FACSIMILE:** 61 8 9481 0439 **WEBSITE:** www.schaffer.com.au



NOTES

Section 1109N determination

The directors have determined in accordance with section 1109N of the Corporations Act 2001 (Cth) that, for the purpose of voting at the meeting, shares will be taken to be held by the registered holders at 5.00pm WST on 12th November 2007. Accordingly transactions registered after that time will be disregarded in determining entitlement to attend and vote at the annual general meeting.

Proxies

A member who is entitled to vote at the meeting has a right to appoint a proxy and should use the proxy form with this notice. The proxy need not be a member of the Company.

A member who is entitled to cast two or more votes may appoint two proxies and may specify the percentage of the member's votes that each proxy is appointed to exercise.

A proxy's authority to speak and vote for a member at the meeting is suspended if the member is present at the meeting.

The proxy form must be signed and dated by the member or the member's attorney. Joint members must each sign. Proxies given by a natural person must be signed by each appointing shareholder or the shareholder's attorney duly authorised in writing.

If signed by an executor/executrix of a deceased member, please forward probate or letters of administration for noting.

Proxies given by companies must be executed in accordance with section 127 of the Corporations Act, signed under common seal by two directors or a director and a secretary or signed by the appointor's attorney duly authorised in writing.

Proxy forms and the original or a certified copy of the power of attorney (if the proxy form is signed by an attorney) must be received at least 48 hours before the meeting

- at 1305 Hay Street, West Perth, W.A. 6005; or
- on fax number (08) 9481 0439,

Corporate Representative

A body corporate may appoint an individual as its representative to exercise any of the powers the body may exercise at meetings of a company's shareholders. The appointment may be a standing one. Unless the appointment states otherwise, the representative may exercise all of the powers that the appointing body could exercise at a meeting or in voting on a resolution.

PROXY FORM

Name of Shareholder:

Address of Shareholder:

All correspondence to:

1305 Hay Street
West Perth WA 6005
Facsimile: 08 9481 0439

I/We being a shareholder in Schaffer Corporation Limited hereby appoint as my/our proxy:

(Only complete if you wish to appoint someone other than the Chairman of the meeting as your proxy)

Name of Proxy:

Address of Proxy:

OR failing that person, or if no such person is named

The Chairman of the meeting

to vote as directed below, or, if no directions are given, as the proxy or the Chairman sees fit at the annual general meeting of the Company to be held on 14th November 2007 at 11.30am WST at 112 Melville Parade, Como, W.A. and at any adjournment thereof.

If appointing a second proxy, state the percentage of your voting rights applicable to the proxy appointed by this form:

___ %

If you **do not** wish to direct your proxy how to vote, please place a mark in this box

By marking this box, you acknowledge that the Chairman may exercise your proxy even if he has an interest in the outcome of the resolution and votes cast by him other than as proxy holder will be disregarded because of that interest.

The Chairman intends to vote all undirected proxies in favour of all resolutions .

If you wish to indicate how your proxy is to vote, please tick the appropriate places below. If no indication is given on a resolution, the proxy may abstain or vote at his or her discretion.

I/We direct my/our proxy to vote as indicated below.

BUSINESS

	For	Against	Abstain
Resolution 1: Re-election of D J Schwartz as a director	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Resolution 2: Adoption of Remuneration Report	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

SIGNATURE OF SHAREHOLDER(S)

Individual or Shareholder 1

Sole Director & Sole Company Secretary

Shareholder 2

Director

Shareholder 3

Director/Company Secretary

Date:

Contact Name:

Telephone No. ()

Affix Company Seal (if required by your constitution)