

SCHAFFER SELLS URBANSTONE

24 October 2017

Sale of Urbanstone

Schaffer Corporation Limited (ASX: SFC) has executed an unconditional Business Sale Agreement with Brickworks Limited (ASX: BKW)¹ to sell its Urbanstone paving, masonry and natural stone manufacturing and distribution business for \$13.5 million.

The land and buildings from which Urbanstone currently operates were not sold in the transaction and will be leased to Brickworks Limited¹ on a long-term lease arrangement.

Brickworks Limited is an ASX200 company, with a leading portfolio of Building Products including Australia's largest bricks producer Austral Bricks, Austral Masonry, Bristle Roofing, Austral Precast and Auswest Timbers.

"The sale of Urbanstone follows the recent sale of the Archistone and Limestone assets to complete the divestment of the Building Products division. This allows SFC to focus on its globally competitive automotive component leather business, Delta precast and its growing portfolio of property assets and investments," said Mr John Schaffer, SFC Chairman and Managing Director.

SFC expects to realise profit after tax of approximately \$3.9 million on the sale, which will be included in the earnings for the 2018 financial year.

The transaction is scheduled to be completed on 22 November 2017.

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¹ Through subsidiary Austral Masonry Holdings Pty Ltd