

**SALE OF SHARE IN SYNDICATE PROPERTY NOT SUCCESSFUL**

4 September 2015

In the full-year release announcements on 19 August 2015, Schaffer Corporation Limited (ASX: SFC) disclosed that the syndicated property at 616 St Kilda Road, Melbourne, had recently been put on the market, and as a result SFC had an offer to purchase its 20% share in the "616 St Kilda Joint Venture". At that time the negotiation was quite advanced, and completion of the transaction was highly probable.

Today SFC announces that the negotiation has concluded and was not successful.

The property at 616 St Kilda Road is part of the portfolio of income producing syndicate properties in which SFC has an interest. SFC is receptive to realising a capital gain resulting from a sale, but also satisfied to retain our share of this property and the other income producing syndicate properties.

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