

Form 603

Corporations Act 2001
Section 671B

Notice of initial substantial holder

In Company Name/Scheme

SCHAFER CORPORATION LTD

ACN/ARSN

008 675 689

1. Details of substantial holder (1)

Name

STERLING EQUITY Pty LTD

ACN/ARSN (if applicable)

121022277

The holder became a substantial holder on

14/2/2013

2. Details of voting power

The total number of votes attached to all the voting shares in the company or voting interests in the scheme that the substantial holder or an associate (2) had a relevant interest (3) in on the date the substantial holder became a substantial holder are as follows:

Class of securities (4)	Number of securities	Person's votes (5)	Voting power (6)
ORDINARY	709,046	709,046	5.05%

3. Details of relevant interests

The nature of the relevant interest the substantial holder or an associate had in the following voting securities on the date the substantial holder became a substantial holder are as follows:

Holder of relevant interest	Nature of relevant interest (7)	Class and number of securities
Refer annexure 1		

4. Details of present registered holders

The persons registered as holders of the securities referred to in paragraph 3 above are as follows:

Holder of relevant interest	Registered holder of securities	Person entitled to be registered as holder (8)	Class and number of securities
Refer annexure 1			

5. Consideration

The consideration paid for each relevant interest referred to in paragraph 3 above, and acquired in the four months prior to the day that the substantial holder became a substantial holder is as follows:

Holder of relevant interest	Date of acquisition	Consideration (9)		Class and number of securities
		Cash	Non-cash	
Refer annexure 2				

6. Associates

The reasons the persons named in paragraph 3 above are associates of the substantial holder are as follows:

Name and ACN/ARSN (if applicable)	Nature of Association
Refer annexure 1	

7. Addresses

The addresses of persons named in this form are as follows:

Name	Address
Refer annexure 1	

Signature

print name

NICOLAS WEST

capacity

DIRECTOR

sign here

Nicolas West

date 15 / 2 / 2013

DIRECTIONS

- (1) If there are a number of substantial holders with similar or related relevant interests (eg. a corporation and its related corporations, or the manager and trustee of an equity trust), the names could be included in an annexure to the form. If the relevant interests of a group of persons are essentially similar, they may be referred to throughout the form as a specifically named group if the membership of each group, with the names and addresses of members is clearly set out in paragraph 7 of the form.
- (2) See the definition of "associate" in section 9 of the Corporations Act 2001.
- (3) See the definition of "relevant interest" in sections 608 and 671B(7) of the Corporations Act 2001.
- (4) The voting shares of a company constitute one class unless divided into separate classes.
- (5) The total number of votes attached to all the voting shares in the company or voting interests in the scheme (if any) that the person or an associate has a relevant interest in.
- (6) The person's votes divided by the total votes in the body corporate or scheme multiplied by 100.
- (7) Include details of:
 - (a) any relevant agreement or other circumstances by which the relevant interest was acquired. If subsection 671B(4) applies, a copy of any document setting out the terms of any relevant agreement, and a statement by the person giving full and accurate details of any contract, scheme or arrangement, must accompany this form, together with a written statement certifying this contract, scheme or arrangement; and
 - (b) any qualification of the power of a person to exercise, control the exercise of, or influence the exercise of, the voting powers or disposal of the securities to which the relevant interest relates (indicating clearly the particular securities to which the qualification applies).

See the definition of "relevant agreement" in section 9 of the Corporations Act 2001.
- (8) If the substantial holder is unable to determine the identity of the person (eg. if the relevant interest arises because of an option) write "unknown".
- (9) Details of the consideration must include any and all benefits, money and other, that any person from whom a relevant interest was acquired has, or may, become entitled to receive in relation to that acquisition. Details must be included even if the benefit is conditional on the happening or not of a contingency. Details must be included of any benefit paid on behalf of the substantial holder or its associate in relation to the acquisitions; even if they are not paid directly to the person from whom the relevant interest was acquired.

ANNEXURE 1

Sterling Equity Pty Ltd (AFSL 308 070) accounts operated under Investment Management Agreements:

Account Name	Registration Details	Ordinary Shares Held
Leopard Trust	MF Custodians Level 18, 8 Exhibition Street Melbourne Vic 3000	9,156
Sterling Fund	MF Custodians Level 18, 8 Exhibition Street Melbourne Vic 3000	429,262
Warakirri Endeavour Fund	JP Morgan Custodial Services Level 21, 55 Collins Street Melbourne Vic 3000	38,919
Warakirri New Dimensions Fund	JP Morgan Custodial Services Level 21, 55 Collins Street Melbourne Vic 3000	197,493
Leopard Trust	McGregor West Level 1, 478 Albert Street East Melbourne 3000	34,216
Total		709,046

ANNEXURE 2

Account Name	Trade Date	Buy / Sell	Security	Shares Traded	Consideration
Leopard Trust - MF	10-Sep-12	Buy	SFC	4,397	-\$17,655.72
Sterling Fund - MF	10-Sep-12	Buy	SFC	197,993	-\$795,021.09
Warakirri Endeavour Fund - JPM	10-Sep-12	Buy	SFC	16,662	-\$66,904.60
Warakirri Endeavour Fund - JPM	10-Sep-12	Buy	SFC	90,948	-\$365,192.60
Leopard Trust - WBC	8-Oct-12	Buy	SFC	2,000	-\$7,529.95
Leopard Trust - WBC	17-Oct-12	Buy	SFC	3,000	-\$11,700.00
Leopard Trust - WBC	31-Oct-12	Buy	SFC	3,008	-\$11,340.03
Leopard Trust - WBC	1-Nov-12	Buy	SFC	6,992	-\$26,316.36
Leopard Trust - WBC	1-Nov-12	Buy	SFC	4,021	-\$15,148.91
Leopard Trust - WBC	2-Nov-12	Buy	SFC	50	-\$186.50
Leopard Trust - WBC	8-Nov-12	Buy	SFC	2,500	-\$9,407.11
Leopard Trust - WBC	9-Nov-12	Buy	SFC	1,500	-\$5,648.46
Leopard Trust - WBC	13-Nov-12	Buy	SFC	4,900	-\$18,893.29
Leopard Trust - WBC	5-Dec-12	Buy	SFC	6,245	-\$23,578.96
Leopard Trust - MF	12-Dec-12	Buy	SFC	2,918	-\$11,160.38
Sterling Fund - MF	12-Dec-12	Buy	SFC	128,234	-\$490,452.54
Warakirri Endeavour Fund - JPM	12-Dec-12	Buy	SFC	11,509	-\$44,018.11
Warakirri Endeavour Fund - JPM	12-Dec-12	Buy	SFC	58,924	-\$225,364.77
Leopard Trust - MF	22-Jan-13	Buy	SFC	946	-\$3,941.01
Sterling Fund - MF	22-Jan-13	Buy	SFC	61,054	-\$254,349.59
Warakirri Endeavour Fund - JPM	22-Jan-13	Buy	SFC	3,773	-\$15,718.23
Warakirri Endeavour Fund - JPM	22-Jan-13	Buy	SFC	20,472	-\$85,285.90
Leopard Trust - MF	14-Feb-13	Buy	SFC	895	-\$3,843.69
Sterling Fund - MF	14-Feb-13	Buy	SFC	41,981	-\$180,292.64
Warakirri Endeavour Fund - JPM	14-Feb-13	Buy	SFC	6,975	-\$29,955.00
Warakirri Endeavour Fund - JPM	14-Feb-13	Buy	SFC	27,149	-\$116,596.02