



11 September 2009

SHARE PURCHASE PLAN

TFS Corporation Limited (ASX: TFC) ("TFS") recently announced its intention to offer a Share Purchase Plan ("SPP") to allow existing shareholders to subscribe for shares in TFS.

The SPP will allow shareholders to subscribe for a parcel of shares up to the maximum allowed value of \$15,000 per shareholder (subject to receipt of ASX and ASIC waivers) at the lower of either the 3 September institutional placement price (\$1.00) or the 5 day VWAP for the 5 trading days up to and including the date on which the SPP is scheduled to close. The company reserves the right to scale back the amount of the capital raise under the SPP at the Director's discretion as and if required.

Key dates for the SPP are set out below:

| Event | Date |
|--|---|
| Record date | 7.00pm (AEST) Tuesday, 8 September 2009 |
| Offer opens | Thursday, 17 September 2009 |
| Offer closes | 5.00pm (AEST) Friday, 2 October 2009 |
| Allotment date | Wednesday, 14 October, 2009 |
| Trading date | Friday, 16 October 2009 |
| Dispatch of confirmations of allotment | Monday, 19 October 2009 |

Documentation will be despatched to eligible shareholders on 17 September, 2009.

Mr Frank Wilson
Executive Chairman

For further information, please contact:

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Executive Chairman
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About TFS Corporation Ltd

TFS Corporation Ltd (ASX: TFC) is an owner and manager of Indian sandalwood plantations in the east Kimberley region of Western Australia. As part of its vision to be a vertically integrated producer of finished sandalwood products, TFS owns a significant proportion of the plantations in its own right and in 2008 acquired Mount Romance Australia (Mount Romance), the Albany-based sandalwood processor and oil distributor.

TFS was founded in 1997 to exploit the success of government trials into the plantation growth of Indian sandalwood in the Ord River Irrigation Area (ORIA) of north-east Western Australia.

TFS's first planting was in 1999 and it now manages the largest area of Indian sandalwood plantation in the world, with 2,500 hectares planted in the ORIA. The majority of the TFS plantations are managed on behalf of investors in Managed Investment Schemes regulated by ASIC and the ATO.

TFS has a land bank of over 2,600 hectares for future sandalwood plantings in the ORIA and at its Kingston Rest property 65 kilometres south of the ORIA.

The company listed on the Australian Stock Exchange in December 2004 and is currently capitalised at over \$220 million.

TFS is committed to adopting and maintaining the highest environmental and ethical standards in all aspects of its business. All plantations are grown on land that has previously been used for agricultural or horticultural production. As the first ORIA land owner to recycle its water, TFS was the winner of the 2006 State Regional Water Award. TFS was recently ranked as an industry leader in ethical and sustainable practices by Oekom Research, a leading international ratings agency.

About Indian Sandalwood

Indian sandalwood has a history as a tradeable commodity spanning thousands of years, but is now endangered due to the illegal harvest of wild trees throughout the world. As a result, Indian sandalwood is the world's most expensive tropical hardwood and continues to increase in price each year. Its heartwood currently trades for in excess of A\$100,000 per tonne on average, having risen at a compounding rate of over 21% per annum over the past 17 years.

Indian sandalwood is a globally important ingredient in fine fragrances, cosmetics and toiletries, incense sticks, high quality carvings and for medicinal purposes (aromatherapy and Chinese medicine). Indian sandalwood has a well entrenched market throughout the world. This is particularly so in India and China, which are two of the fastest growing economies in the world.

Overview of Mount Romance

Mount Romance was established in 1993 and, following conclusion of a long term contract with the Western Australian government for the supply of raw material, has become an internationally recognised producer of high quality Australian sandalwood (*Santalum spicatum*) oil and by-products. Mt Romance supplies oil to leading global fine fragrance brands in Europe and North America.

