

Name of Entity: Boral Limited
ABN: 13 008 421 761
For the half year ended:

Results for announcement to the market

				A\$ Millions
Revenues from ordinary activities	down	(10.2%)	to	2,329.6
Profit from ordinary activities after tax attributable to members	down	(9.2%)	to	67.9
Net profit for the period attributable to members	down	(9.2%)	to	67.9

Dividends

Current period

Interim - ordinary	7.0 cents	7.0 cents
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Previous corresponding period

Interim - ordinary	7.5 cents	7.5 cents
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Record date for determining entitlements to the dividend

Comparative period: Half Year ended 31 December 2008

Commentary on the results for the period

Half-Year Financial Report

31 December 2009

Boral Limited
ABN 13 008 421 761

The half-year financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, it is recommended that this report be read in conjunction with the annual report for the year ended 30 June 2009 and any public announcements made by Boral Limited during the half-year in accordance with the continuous disclosure requirements of the Listing Rules of the Australian Securities Exchange.

Directors' Report

[REDACTED]

and its controlled entities, for the half-year ended 31 December 2009 ("the half-year"):

1. Review of Operations

The Directors review of the operations of the consolidated entity during the half-year and the results of those operations are as set out in the attached Results Announcement for the half-year.

2. Names of Directors

The names of persons who have been Directors of the Company during or since the end of the half

[REDACTED]



Lead Auditor's Independence Declaration

under Section 307C of the Corporations Act 2001 to the Directors of Boral Limited

To: The Directors of Boral Limited

I declare that, to the best of my knowledge and belief, in relation to the review of the half-year ended 31 December 2009 there have been:

- (i) no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the review; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the review.

A handwritten signature in black ink that reads 'KPMG' with a horizontal line through it.

KPMG

A handwritten signature in black ink that reads 'David Rogers' with a horizontal line through it.

David Rogers
Partner

Sydney, 10 February 2010

Income Statement

BORAL LIMITED AND CONTROLLED ENTITIES

	Note	Consolidated	
		Half-Year 31 Dec 2009 \$ millions	Half-Year 31 Dec 2008 \$ millions
Revenue	3	2,329.6	2,594.4
Cost of sales		(1,538.2)	(1,733.1)
Distribution expenses		(400.6)	(420.2)
Selling and marketing expenses		(87.0)	(104.7)
Administrative expenses		(186.9)	(193.4)
		(2,212.7)	(2,451.4)
Other income		8.4	8.1
Other expenses		(0.2)	(2.3)
Share of net profit of associates and joint ventures	7	7.5	6.6
Profit before net financing costs and income tax expense		132.6	155.4
Financial income		2.4	4.5
Financial expenses		(51.1)	(73.5)
Net financing costs		(48.7)	(69.0)
Profit before income tax expense		83.9	86.4
Income tax expense	4	(15.5)	(11.5)
Net profit		68.4	74.9
Attributable to:			
Members of the parent entity		67.9	74.8
Non-controlling interest		0.5	0.1
Net profit		68.4	74.9
Basic earnings per share - ordinary shares	5	11.4c	12.8c
Diluted earnings per share - ordinary shares	5	11.4c	12.7c

The income statement should be read in conjunction with the accompanying notes which form an integral part of the half-year financial report.

Balance Sheet

BORAL LIMITED AND CONTROLLED ENTITIES

	Note	Consolidated	
		31 Dec 2009 \$ millions	30 Jun 2009 \$ millions
CURRENT ASSETS			
Cash and cash equivalents		172.7	100.5
Receivables		739.8	776.9
Inventories		598.8	632.6
Other		80.1	67.0
TOTAL CURRENT ASSETS		1,591.4	1,577.0
NON-CURRENT ASSETS			
Receivables		32.2	33.2
Inventories		79.4	61.7
Investments accounted for using the equity method		287.1	298.9
Other financial assets		22.0	30.0
Property, plant and equipment		2,977.7	3,104.0
Intangible assets		287.8	307.8
Other		71.1	78.6
TOTAL NON-CURRENT ASSETS		3,757.3	3,914.2
TOTAL ASSETS		5,348.7	5,491.2
CURRENT LIABILITIES			
Payables		584.8	608.9
Interest bearing loans and borrowings	9	5.6	6.7
Current tax liabilities		14.2	28.5
Provisions		203.6	200.2
TOTAL CURRENT LIABILITIES		808.2	844.3
NON-CURRENT LIABILITIES			
Payables		44.6	33.3
Interest bearing loans and borrowings	9	1,412.2	1,607.4
Deferred tax liabilities		210.0	170.6
Provisions		68.3	82.0
TOTAL NON-CURRENT LIABILITIES		1,735.1	1,893.3
TOTAL LIABILITIES		2,543.3	2,737.6
NET ASSETS			
EQUITY			
Issued capital	10	1,704.9	1,691.4
Reserves		(47.0)	(43.2)
Retained earnings		1,145.8	1,104.2
Total parent entity interest		2,803.7	2,752.4
Non-controlling interest		1.7	1.2
TOTAL EQUITY		2,805.4	2,753.6

The balance sheet should be read in conjunction with the accompanying notes which form an integral part of the half-year financial report.

Statement of Comprehensive Income

BORAL LIMITED AND CONTROLLED ENTITIES

	Consolidated	
	Half-Year 31 Dec 2009 \$ millions	Half-Year 31 Dec 2008 \$ millions
Net profit	68.4	74.9
Other comprehensive income		
Actuarial gain/(loss) on defined benefit plans	9.0	(31.0)
Exchange differences from translation of foreign operations taken to equity	3.0	(55.7)
Fair value adjustment on cash flow hedges	11.8	(22.8)
Fair value adjustment on available for sale financial assets	-	(177.9)
Income tax relating to components of other comprehensive income	(26.9)	169.4
Total comprehensive income for the half-year	65.3	(43.1)
Total comprehensive income for the half-year is attributable to:		
Members of the parent entity	64.8	(43.2)
Non-controlling interest	0.5	0.1
Total comprehensive income for the half-year	65.3	(43.1)

The statement of comprehensive income should be read in conjunction with the accompanying notes which form an integral part of the half-year financial report.

Statement of Changes in Equity

BORAL LIMITED AND CONTROLLED ENTITIES

Statement of Cash Flows

BORAL LIMITED AND CONTROLLED ENTITIES

	Note	Consolidated	
		Half-Year 31 Dec 2009 \$ millions	Half-Year 31 Dec 2008 \$ millions
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		2,564.5	2,927.5
Payments to suppliers and employees		(2,310.6)	(2,699.9)
		253.9	227.6
Dividends received		11.3	20.3
Interest received		4.4	3.6
Borrowing costs paid		(52.0)	(72.7)
Income taxes paid		(21.4)	(37.8)
NET CASH PROVIDED BY OPERATING ACTIVITIES		196.2	141.0
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(60.1)	(124.1)
Purchase of intangibles		-	(0.6)
Purchase of controlled entities and businesses (net of cash acquired)		-	(3.0)
Purchase of other investments		-	(0.6)
Loans to associates		(3.0)	(26.4)
Proceeds on disposal of non-current assets		12.2	11.2
NET CASH USED IN INVESTING ACTIVITIES		(50.9)	(143.5)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issue of shares		0.7	0.1
On-market share buy-back		-	(31.5)
Dividends paid (net of dividends reinvested under the Dividend Reinvestment Plan \$12.8 million (2008: \$31.9 million))		(19.8)	(67.7)
Proceeds from borrowings		1.6	436.2
Repayment of borrowings		(50.5)	(304.8)
NET CASH PROVIDED BY/(USED IN) FINANCING ACTIVITIES		(68.0)	32.3
NET CHANGE IN CASH AND CASH EQUIVALENTS		77.3	29.8
Cash and cash equivalents at the beginning of the year		100.5	47.4
Effects of exchange rate fluctuations on the balances of cash and cash equivalents held in foreign currencies		(5.1)	12.1
Cash and cash equivalents at the end of the half-year	13	172.7	89.3

The statement of cash flows should be read in conjunction with the accompanying notes which form an integral part of the half-year financial report.

Notes to the Financial Statements

BORAL LIMITED AND CONTROLLED ENTITIES

1. ACCOUNTING POLICIES

Boral Limited (the "Company") is a company domiciled in Australia. The consolidated half-year financial report of the Company as at and for the half-year ended 31 December 2009 comprises the Company and its controlled entities (the "Group").

(a) Basis of Preparation

The half-year consolidated financial report is a general purpose financial report which has been prepared in accordance with the requirements of the Corporations Act 2001, Accounting Standard AASB 134 *Interim Financial Reporting*, the recognition and measurement requirements of applicable AASB standards and other authoritative pronouncements of the Australian Accounting Standards Board.

The half-year report does not include full note disclosures of the type normally included in an annual financial report. As a result the half-year financial report should be read in conjunction with the 30 June 2009 Annual Financial Report and any public announcements by Boral Limited and its controlled entities during the half-year in accordance with the continuous disclosure obligations under the Corporations Act 2001.

The half-year financial report was authorised for issue by the Directors on 10 February 2010.

The half-year report is presented in Australian dollars.

(b) Significant Accounting Policies

The half-year financial report has been prepared on the basis of historical cost, except for derivative financial instruments and financial instruments classified as available for sale which have been measured at fair value. The carrying value of recognised assets and liabilities that are hedged with fair value hedges are adjusted to record

Notes to the Financial Statements

BORAL LIMITED AND CONTROLLED ENTITIES

1. ACCOUNTING POLICIES (continued)

(c) Changes in Accounting Policies

From 1 July 2009 the Group has adopted the following Standards and Interpretations. The adoption of these standards and interpretations did not have any effect on the financial position or performance of the Group.

- z AASB 8 Operating Segments
- z AASB 101 Revised Presentation of Financial Statements
- z AASB 2007-3 Amendments to Australian Financial Standards arising from AASB 8
- z AASB 2007-8 Amendments to Australian Financial Standards arising from AASB 101

The adoption of AASB 8 Operating Segments has resulted in a revision of the Groups reportable segments. AASB 8 Operating Segments requires a "management approach" under which operating segments are presented on the same basis as that used for internal reporting, and is reviewed by the chief operating decision maker being the Managing Director and CEO. Previously segments were presented by business and geographical segments determined using a risk and rewards approach. Comparatives have been restated.

AASB 101 has impacted the presentation of the Statement of Comprehensive Income and Statement of Changes in Equity. Since changes to the standard only impact on presentation there is no impact on earnings per share.

(d) Comparative Figures

Where necessary to facilitate comparison, comparative figures have been adjusted to conform with changes in presentation in the current financial year.

(e) Rounding of Amounts

The Company is an entity of a kind referred to in ASIC Class Order 98/100 and, in accordance with that Class Order, amounts in the financial report have been rounded to the nearest one hundred thousand dollars unless otherwise stated.

Notes to the Financial Statements

BORAL LIMITED AND CONTROLLED ENTITIES

2. SEGMENT INFORMATION

	Half-Year 31 Dec 2009 \$ millions	Half-Year 31 Dec 2008 \$ millions	Half-Year 31 Dec 2009 \$ millions	Half-Year 31 Dec 2008 \$ millions	Half-Year 31 Dec 2009 \$ millions	Half-Year 31 Dec 2008 \$ millions
Australian Construction Materials	1,164.3	1,236.8	82.3	76.2	1,082.0	1,160.6
Cement Division	364.0	382.6	103.1	102.9	260.9	279.7
Building Products	611.1	614.7	3.6	4.0	607.5	610.7
United States of America	182.7	313.5	-	-	182.7	313.5
Construction Related Businesses	197.7	224.6	1.2	1.7	196.5	222.9
Dividend income	-	7.0	-	-	-	7.0
Unallocated	-	-	-	-	-	-
	2,519.8	2,779.2	190.2	184.8	2,329.6	2,594.4
Australian Construction Materials	107.9	95.2	(0.8)	0.1	107.1	95.3
Cement Division	39.1	50.4	6.3	9.3	45.4	59.7

Notes to the Financial Statements

Notes to the Financial Statements

BORAL LIMITED AND CONTROLLED ENTITIES

6. DIVIDENDS

	Amount per share	Total amount \$ millions	Franked amount per share	Date of payment
For the half-year ended 31 December 2009				
Final June 2009 - ordinary	5.5 cents	Total 3266	5.5 cents	28 September 2009

Notes to the Financial Statements

BORAL LIMITED AND CONTROLLED ENTITIES

7. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

Name	Principal activity	Balance date	Ownership Interest Consolidated	
			31 Dec 2009 %	30 Jun 2009 %
DETAILS OF INVESTMENTS IN ASSOCIATES ARE AS FOLLOWS				
Bitumen Importers Australia Pty Ltd	Non trading	30-Jun	50	-
Caribbean Roof Tile Company Limited	Roof tiles	31-Dec	50	50
Flyash Australia Pty Ltd	Flyash collection	31-Dec	50	50
Gypsum Resources Australia Pty Ltd	Gypsum mining	30-Jun	50	50
Highland Pine Products Pty Ltd	Timber	30-Jun	50	50
Lafarge Boral Gypsum in Asia SDN BHD	Plasterboard	31-Dec	50	50
Monier Lifetile LLC	Roof tiles	31-Dec	50	50
Monier Lifetile S.R.L. de C.V.	Roof tiles	31-Dec	50	50
Penrith Lakes Development Corporation Pty Ltd	Quarrying	30-Jun	40	40
Rondo Building Services Pty Ltd	Rollform systems	30-Jun	50	50
South East Asphalt Pty Ltd	Asphalt	30-Jun	50	50
Sunstate Cement Ltd	Cement manufacturer	30-Jun	50	50
Tile Service Company LLC	Roof tiles	31-Dec	50	50
US Tile LLC	Roof tiles	31-Dec	50	50

	Consolidated	
	Half-Year 31 Dec 2009 \$ millions	Half-Year 31 Dec 2008 \$ millions
RESULTS OF ASSOCIATES		
Share of associates' profit before income tax expense	18.1	16.4
Share of associates' income tax expense	(9.5)	(9.4)
Non-controlling interest	(1.1)	(0.4)
Share of associates' net profit - equity accounted	7.5	6.6

MATERIAL INTERESTS IN ASSOCIATES

Share of associate's net profit/(loss) - equity accounted		
Lafarge Boral Gypsum in Asia SDN BHD	7.8	4.7
Monier Lifetile LLC * and Monier Lifetile S.R.L. de C.V.	(9.6)	(12.9)

* taxed as a partnership in the USA.

	Consolidated		
	Half-Year 31 Dec 2009	Full Year 30 Jun 2009	Half-Year 31 Dec 2008
8. NET TANGIBLE ASSET BACKING			
Net tangible asset backing per ordinary security	\$4.23	\$4.12	\$4.06

Notes to the Financial Statements

BORAL LIMITED AND CONTROLLED ENTITIES

	Consolidated	
	31 Dec 2009 \$ millions	30 Jun 2009 \$ millions
9. INTEREST BEARING LOANS AND BORROWINGS		
CURRENT		
Bank loans - unsecured	5.3	5.8
Other loans - unsecured	0.2	0.6
Finance lease liabilities	0.1	0.3
	5.6	6.7
NON-CURRENT		
Bank loans - unsecured	167.0	223.0
Other loans - unsecured	1,245.2	1,384.4
	1,412.2	1,607.4
	1,417.8	1,614.1

TERM AND DEBT REPAYMENT SCHEDULE

Terms and conditions of outstanding loans were as follows:

	Currency	Effective interest rate	Year of maturity	Consolidated	
				31 Dec 2009 Carrying amount \$ millions	30 Jun 2009 Carrying amount \$ millions
CURRENT					
Bank loans - unsecured	THB	2.82%	2010	5.3	5.8
Other loans - unsecured	AUD	-	2010	0.2	0.6
Finance lease liabilities	AUD	6.00%	2010	0.1	0.3
				5.6	6.7
NON-CURRENT					
US senior notes - unsecured	USD	6.45%	2012-2020	1,193.9	1,323.2
Syndicated term credit facility - unsecured	USD	1.53%	2011	112.9	124.6
Syndicated term credit facility - unsecured	AUD	-	-	-	40.0
AUD notes - unsecured	AUD	4.82%	2011	49.8	59.7
Bank loans - unsecured	THB	3.36%	2011	54.1	58.4
Other loans - unsecured	AUD	-	2014	1.5	1.5
				1,412.2	1,607.4
TOTAL				1,417.8	1,614.1

Notes to the Financial Statements

BORAL LIMITED AND CONTROLLED ENTITIES

11. CONTINGENT LIABILITIES

The Company has given to its bankers letters of responsibility in respect of accommodation provided from time to time by the banks to controlled entities.

A number of sites within the Group have been identified as contaminated, generally as a result of prior activities conducted at the sites, and review and appropriate implementation of clean-up requirements for these is ongoing. For sites where the requirements can be assessed, estimated clean-up costs have been expensed or provided for. For some sites, the requirements cannot be reliably assessed at this stage.

Certain entities within the Group are subject to various lawsuits and claims in the ordinary course of business.

Consistent with other companies of the size and diversity of Boral, the Group is the subject of periodic information requests, investigations and audit activity by the Australian Taxation Office (ATO) and taxation authorities in other jurisdictions in which Boral operates.

A deed was entered into at the time of the demerger which contained certain indemnities and other agreements between the Company and Origin Energy Limited (Origin) and their respective controlled entities covering the transfer of the businesses, investments, tax, other liabilities, debt and assets of the Group and some temporary shared arrangements. A number of matters have been resolved with both the Australian and United States taxation authorities which are likely to give rise to claims by the Group under the demerger deed. As the settlement resulted in a payment to the ATO, Origin is likely to rely on indemnities contained in the demerger deed.

The Group has considered all of the above claims and, where appropriate, sought independent advice and believes it holds appropriate provisions.

Notes to the Financial Statements

BORAL LIMITED AND CONTROLLED ENTITIES

12. ACQUISITIONS/DISPOSALS

Half-Year	Half-Year
31 Dec 2009	31 Dec 2008
\$ millions	\$ millions

13. NOTES TO STATEMENT OF CASH FLOWS

- i. Reconciliation of cash and cash equivalents.i.Cd cash equivalents.

Statutory Statements

BORAL LIMITED AND CONTROLLED ENTITIES

Directors' Declaration

In the opinion of the Directors of Boral Limited:

The financial statements and other statements for the period ended 31/12/09 are true and correct and that the directors are not aware of any circumstances that would cause the financial statements to be misleading or deceptive.

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Independent auditor's review report to the members of Boral Limited

We have reviewed the accompanying half-year financial report of Boral Limited, which comprises the consolidated balance sheet as at 31 December 2009, consolidated income statement, consolidated statement of comprehensive income and consolidated cash flow statement for the half-year ended on that date, a statement of accounting policies, other explanatory notes 1 to 13 and the Directors' Declaration of the consolidated entity comprising the company and the entities it controlled at the half-year's end or from time to time during the half-year.

The Directors of the company are responsible for the preparation and fair presentation of the half-year financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Act 2001. This responsibility includes establishing and maintaining internal controls relevant to the preparation and fair presentation of the half-year financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of an Interim and Other Financial Reports Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of our review, we are in order to state whether, on the basis of our review

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

- (a) giving a true and fair view of the consolidated entity's financial position as at 31 December 2009 and of its performance for the half-year ended on that date; and
- (b) complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the Corporations Regulations 2001.

KPMG

David Rogers
Partner

Sydney, 10 February 2010