| Build : | something |
|---------|-----------|
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| | |

Boral delivers a

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A¹ up 16% t

ying **net prc**

ed **net prof**i

bt of \$1.39k

js per share

ar dividend

ems primarily r announcemen ncy gains in res

rnings gro restructur

uction Mat , prior year ı

ng Product: tter market (

Gypsum – E ductions in /

JSA – EBIT ry in US hou

gress made

ng inflationa lisation initia

Financial Overview

Significant earnings growth ac improvement initiatives

(A\$ millions)

Revenue EBITDA¹

EBIT¹ Net interest Tax¹ Non-controlling interes PAT¹ Significant items (net) NPAT

EPS (cents)¹ Half year dividend (cer

Boral's **sales revenue of \$2.87b i** volumes from major projects and *t* conditions.

Boral's earnings before interest :

a significant turnaround in Bui improved volumes, particularly cost improvements largely fro

Depreciation and amortisation de

Income tax¹ expense increased rate increased to 24% (compared which are tax effected at a higher

Profit after tax (PAT)¹ of \$90m wa

Net significant items totalled a \$ to the reclassification of Boral Gyp revaluation loss based on an AUD recognition of deferred foreign cur

Statutory profit after tax (NPAT)

EBITDA¹ of \$307m increased 16% was \$124m above 1H FY2013 due income tax payments.

Capital expenditure was down 3' as strict capital allocation measure

Net debt at 31 December 2013 of \$58m adverse movement caused

Gearing, net debt / (net debt + eq gearing' covenant reduced to 39%

Earnings per share¹ of **11.6 cent** share will be paid on 24 March 20⁻ this interim dividend, with the shar interim dividend, the D

¹ Excluding significant items

² Commentary in this docume

Exte

Market ac steady ov

In 1H FY20 Australian was offset

In **Asia**, mc economic c constructio

Boral's peri impacted b

> unreco expect low le

Boral Half Year 2014 Results



Concrete, Q

Improvem Property (

(A\$ million

Revenue

EBITDA

EBIT

External R

Concrete

Quarries

Asphalt

Cement

Concrete

Revenue -

increased combined (partially off

Concrete, (significant i activity; imj market den most regior

Underlying relatively st NSW metrc weakness i Queenslan

EBIT – gre

improveme which offse Property ea

Overhead, reduction ir helped cou

Concrete a

10% and 6 in both qua delivered c Quarries, re underlying 1% and 2%

Concrete b Island LNG both wind c volumes in expected tc

💼 Boral Building Produ

Australian Bricks, Roofing and Timbe

Achieved substantial turnarou

| (A\$ millions) | 1H FY2014 | 11 |
|------------------|-----------|----|
| Revenue | 248 | |
| EBITDA | 17 | |
| EBIT | 5 | |
| External Revenue | 1HH | |
| Bricks & Roofing | | |

Timber

Revenue – in Bricks & market conditions impr \$13m reduction in Tim steady Building Produc

Timber revenue decline a number of peripheral June 2013 including W distribution in Queensla production at Murwillur reported a \$15m declir comparable period.

EBIT – Building Producturnaround to a moder Bricks & Roofing and T earnings. The result re

> a \$7m benefit fron reductions a \$6m decline in c impairments made higher brick and s improved pricing c

The non-recurrence of costs and one-off items compared to 1H FY20⁻

Bricks – volumes inc selling prices were up period.

Strong volume growth improved volumes in N weaker demand in Vict

Volume growth in NSW availability following the optimisation project, al resolved.

¹ Remaining Masonry operations are incorpo the Windows business was sold at the end of revenue of \$58m and an EBIT loss of \$1m in ² Excludes exited operations

Bora

Plasterboard



Bricks & Cultured Stone,

Progressively reduc

(A\$ million: Revenue EBITDA EBIT

(US\$ millio Revenue EBITDA EBIT Revenue (US\$ millio Cladding¹ Roofing Constructic Materials 8

Revenue -

10% on 1H improveme revenue frc operations revenue inc

Underlying constructio biased tow builders is entering the

EBIT – los

The improv

a US\$ across better overhe solid p divestr operat

Cladding -Stone and

Bricks reve a 20% lift ir 21% increa reflects Boi builder acti

Although **C** prices were geographic

Reducing

Boral gen months oເ 1H FY2014 property ba expected to

Boral is als 1H FY2014 total capita a result of t reclassifica a result of (

EXEC

To deliver : Production

Safety per of 1.5 in 1⊦ experience

Neverthele to be focus

TRAN:

In addition technology innovation



Results at a Glance

_

| (A\$ million unless stated) | 1H FY2014 | 1H FY2013 | % Change |
|--------------------------------------|-----------|-----------|----------|
| Revenue | 2,874 | 2,774 | 4 |
| EBITDA ¹ | 307 | 264 | 16 |
| EBIT ¹ | 168 | 112 | 49 |
| Net interest | (47) | (50) | |
| Profit before tax ¹ | 121 | 62 | |
| Tax ¹ | (30) | (8) | |
| Non-controlling interests | (1) | (2) | |
| Profit after tax ¹ | 90 | 52 | 73 |
| Net significant items | (117) | (77) | |
| Net profit / (loss) after tax | (26) | (25) | |
| Cash flow from operating activities | 231 | 107 | |
| Gross assets | 6,299 | 6,317 | |
| Funds employed | 4,792 | 4,857 | |
| Liabilities | 2,896 | 2,918 | |
| Net debt | 1,389 | 1,458 | |
| Stay-in-business capital expenditure | 76 | 61 | |
| Growth capital expenditure | 38 | 103 | |
| Acquisition capital expenditure | - | - | |
| Depreciation and amortisation | 139 | 151 | |

Employees

Revenue per employee, \$ million

Net tangible asset backing, \$ per share

EBITDA margin on revenue¹, %

EBIT margin on revenue¹, %

EBIT return on funds employed^{1,3}, %

EBIT return on average funds employed^{1,3}, %

Return on equity^{1,3},%

Gearing

Net debt/eq -1.0009 Tc-.0093 8[c.0003 Tw[, %)4n28[38)6()]Ti(4,8.440]Fi(+(, %0 Tcf-1 6.4871992(117 1 Tf7n Tc

¹ Excludes significant items ² Includes employees and contractors combined

³ Calculated on a moving annual total basis

Non – IFRS Information

Boral Limited's statutory results are reported under International Financial Reporting Standards.

Earnings before significant items is a non statutory measure reported to provide a greater understanding of the underlying business performance of the Group.

Significant items are detailed in Note 6 of the half year financial report and relate to amounts of income and expense that are associated with significant business restructuring, business disposals, impairment or individual transactions.

A reconciliation of earnings from underlying operations before significant items to reported statutory profit is detailed below:

| (A\$ millions) | Earnings before significant items | Significant Items | Total | Continuing Operations | Discontinued Operations | Total |
|-------------------------------|--|----------------------|---------|--------------------------|----------------------------|---------|
| Sales revenue | 2,874.3 | | 2,874.3 | 2,279.3 | 595.0 | 2,874.3 |
| EBIT | 167.9 | (119.1) | 48.8 | 113.8 | (65.0) | 48.8 |
| Finance costs | (46.6) | | (46.6) | (44.6) | (2.0) | (46.6) |
| Earnings before tax | 121.3 | (119.1) | 2.2 | 69.2 | (67.0) | 2.2 |
| Tax (expense) benefit | (29.5) | 2.4 | (27.1) | (13.6) | (13.5) | (27.1) |
| Profit / (loss) after tax | 91.8 | (116.7) | (24.9) | 55.6 | (80.5) | (24.9) |
| Non-controlling interests | (1.4) | | (1.4) | 2.8 | (4.2) | (1.4) |
| Net profit / (loss) after tax | 90.4 | (116.7) | (26.3) | 58.4 | (84.7) | (26.3) |

The results announcement has not been subject to review or audit, however it contains disclosures which are extracted or derived from the half year financial report for the six months ended 31 December 2013.

Contact information:

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