



RESULTS

For the half year to 31 December 2014

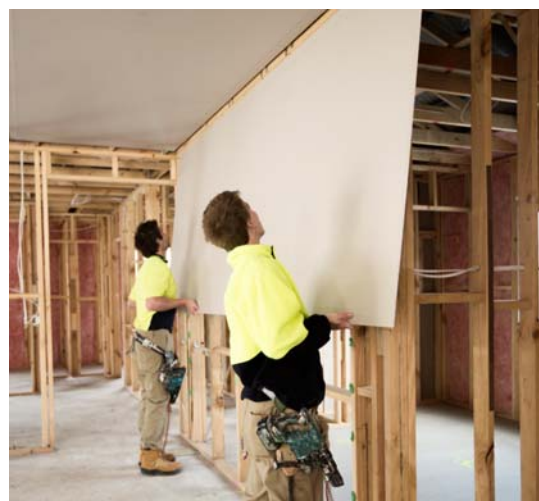
11 February 2015



Agenda



- **Results Overview**
Mike Kane, CEO
- **Financial Results**
Ros Ng, CFO
- **Strategic Priorities & Outlook**
Mike Kane, CEO



Installation of USG Boral Sheetrock® Brand wall board

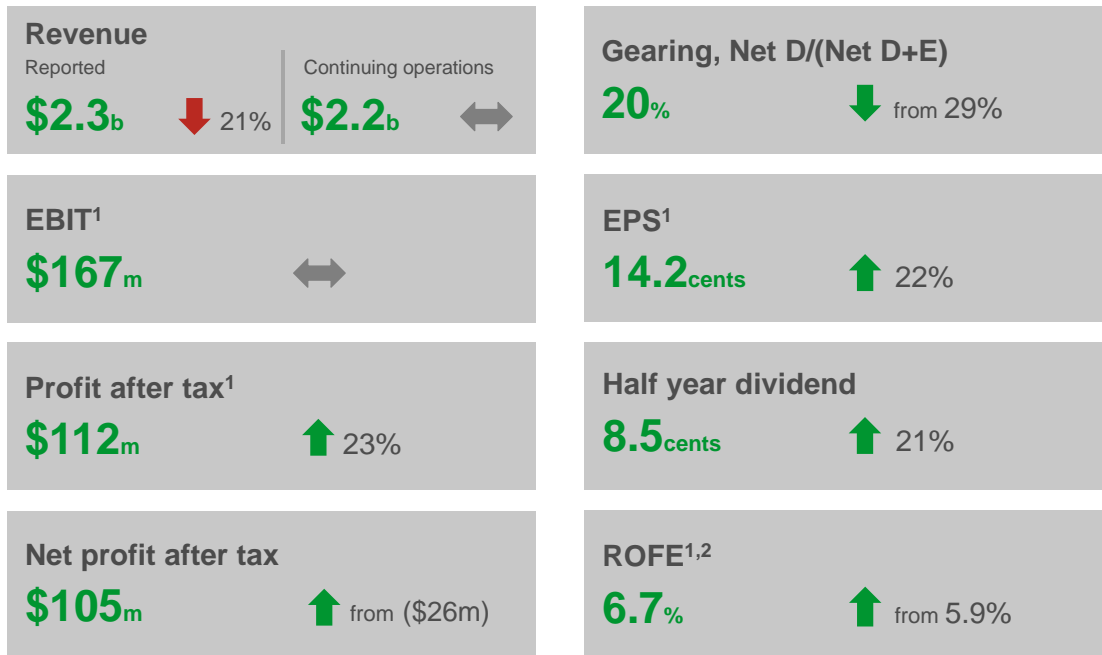
Front cover photos: (left) Cultured Stone® by Bora® used at residential construction in Alberta, Canada and (right) the Gateway WA project where Boral is supplying asphalt, spray seal, concrete and crushed rock road base

Half year results highlights

Profitability driven by stronger housing markets, strength in major projects and cost down programs, offsetting a dip in roads and engineering work



1H FY2015 vs 1H FY2014



1. Excluding significant items
2. EBIT return on funds employed calculated on a moving annual total basis as at 31 December

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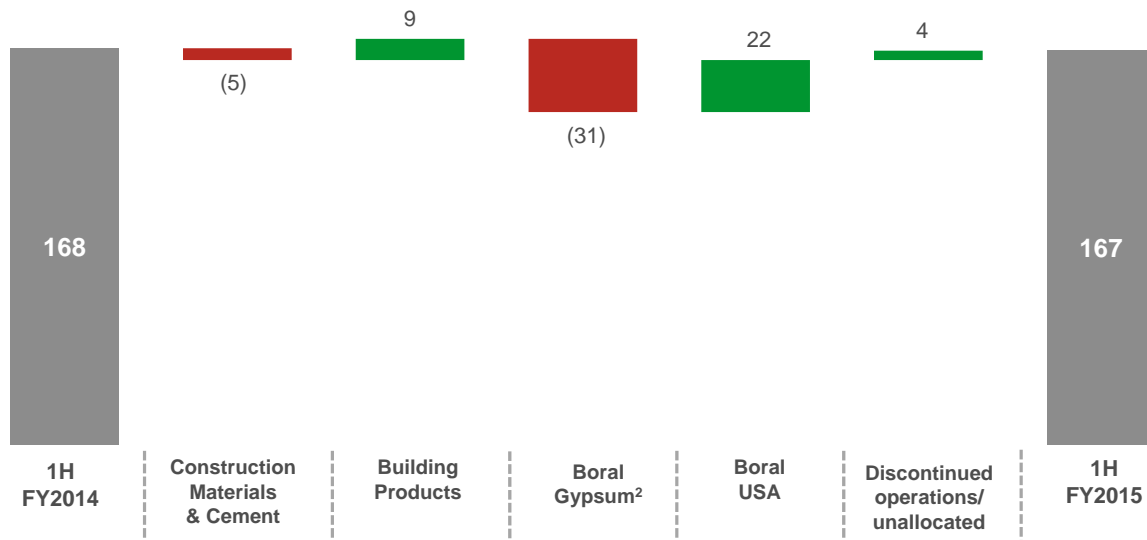
Solid earnings performance

Improvements from Boral USA and Building Products, offsetting impact of shift to Gypsum JV equity accounting



EBIT¹ variance, A\$m

1H FY2015 vs 1H FY2014



1. Excluding significant items
 2. Following the formation of the USG Boral JV on 1 March 2014, Boral Gypsum results for 1H FY2015 represent post tax, equity accounted income
- (Figures may not add due to rounding)

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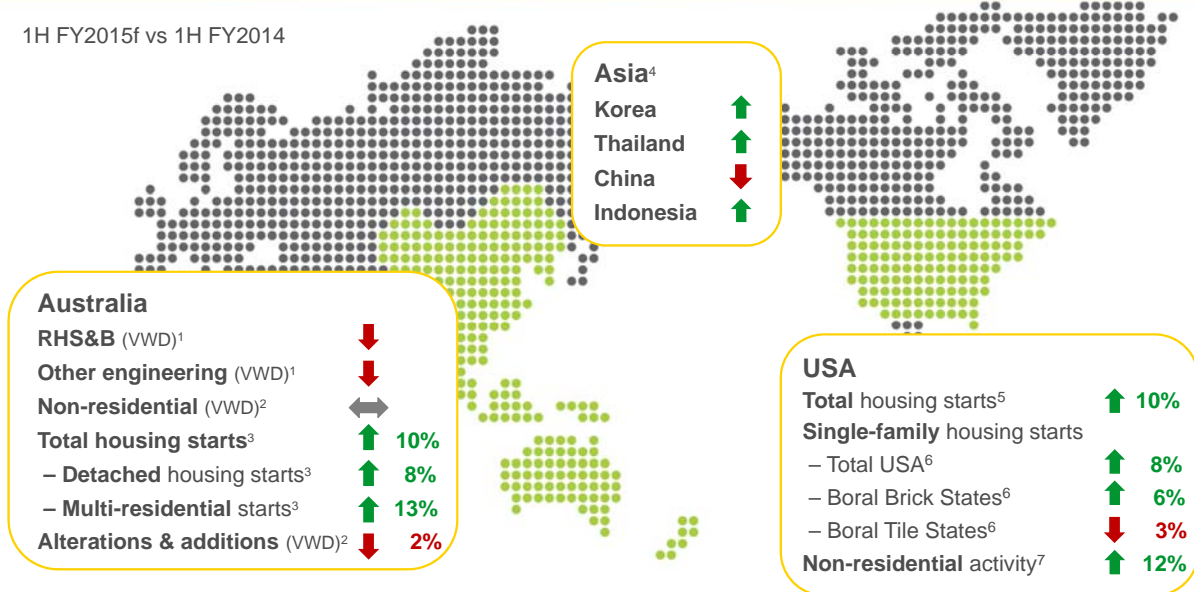


Mixed movements in market activity

Housing markets stronger in Australia and USA, with continued slowdown in Australian roads and engineering



1H FY2015f vs 1H FY2014



- RHS&B refers to roads, highways, subdivisions and bridges. RHS&B value of work done (VWD) is forecast to decrease by 3% in FY2015f based on an average of BIS and Macromonitor forecasts. Other engineering VWD is forecast to decline based on BIS forecasts
- VWD from ABS in 2012/13 constant prices. BIS forecast used for Dec-14 quarter
- ABS original data. HIA forecast used for Dec-14 quarter
- Based on various indicators of building and construction activity in key markets in Boral's respective countries of operation. For China this is defined as the high-end market in regions in which Boral operates
- US Census seasonally adjusted data
- Data from McGraw Hill/ Dodge. Boral Brick States include: Alabama, Arkansas, Georgia, Kentucky, Louisiana, Mississippi, North Carolina, Oklahoma, South Carolina, Tennessee, Texas. Boral Tile States include: Arizona, California, Florida, Nevada
- McGraw Hill / Dodge value of work completed. Forecast used for Dec-14 quarter

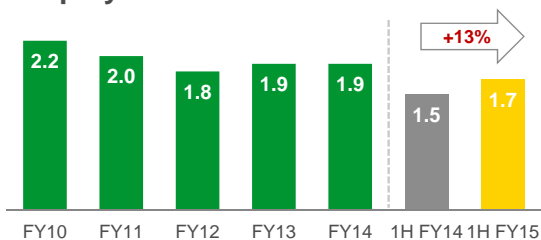


Employee & contractor safety performance

Our overarching goal is to achieve ZERO HARM

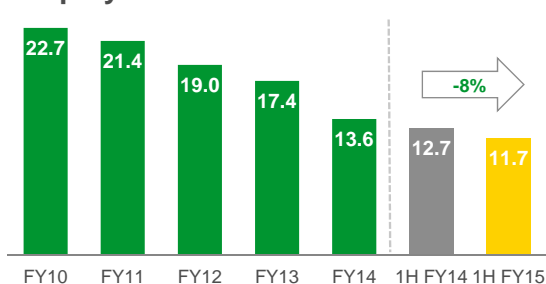


Employee and Contractor LTIFR^{1,2}



- LTIFR of 1.7 in 1H FY2015 up slightly on 1H FY2014, but down on FY2014 rate
- 8% decrease in RIFR to 11.7 in 1H FY2015 demonstrates continuing reduction in injuries
- Safety interventions and behavioural-based safety programs are contributing
- No fatalities reported in 1H FY2015, and 2014
- Safety initiatives underway in 1H FY2015 include:
 - Review of safety management system, integrating environment and quality systems
 - Replacement of HSE incident and action management system
 - Participation in study to better understand and eliminate potential 'serious injuries and fatality' events

Employee and Contractor RIFR^{1,2}



- Lost time injury frequency rate (per million hours worked) and recordable injury frequency rate (per million hours worked)
- Performance data includes Boral and Boral JV companies of 50% or greater equity

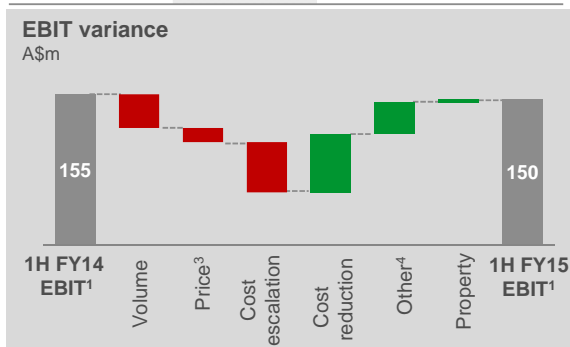


Construction Materials & Cement

Solid earnings contribution despite weaker roads and infrastructure activity



A\$m	1H FY2015	1H FY2014	Var, %
Revenue	1,626	1,696	(4)
EBITDA ¹	241	237	1
EBIT¹	150	155	(4)
EBIT ROS, %	9.2	9.1	
Net Assets	2,167	2,225	
ROFE ^{1,2} , %	12.5	13.0	



1. Excluding significant items
2. Moving annual total EBIT return on divisional funds employed (segment assets less segment liabilities)
3. Includes variance from changes in customer and product mix
4. Includes benefits from DMG and Asphalt contracting margin turnarounds

Revenue
\$1.63b ↓ 4%

EBIT
\$150m ↓ 4%

- **Improved earnings from Asphalt, Concrete Placing and Property**, offset by lower earnings in Concrete and Quarries; Cement EBIT steady
- **Concrete** revenue up 5% due to lifts in NSW, Vic and SE Qld and strength in major projects; pricing flat on shift to lower margin markets
- **Quarries** revenue down 16% due to lower volumes, driven by softer Qld demand
- **Asphalt** revenue impacted by continued weakness in RHS&B activity; however, strong margin growth through improved contracting management and cost controls
- **Cement** revenue impacted by lower margin wholesale supply arrangements; largely offset by cost improvement initiatives
- **Property** EBIT of \$3m, up from \$3m loss in 1H FY2014

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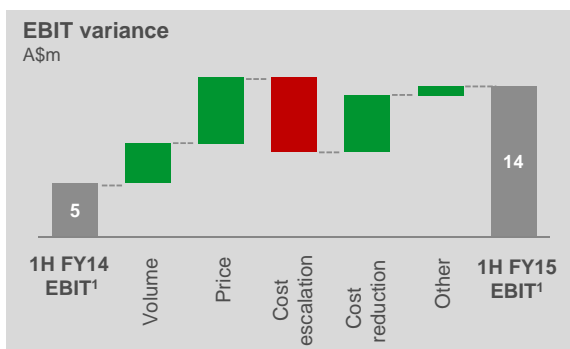


Building Products

Increased housing activity supports improved profitability



A\$m	1H FY2015	1H FY2014	Var, %
Revenue	263	248	6
EBITDA ¹	25	17	48
EBIT¹	14	5	172
EBIT ROS, %	5.5	2.1	
Net Assets	417	423	
ROFE ^{1,2} , %	4.1	(3.9)	



1. Excluding significant items
2. Moving annual total EBIT return on divisional funds employed (segment assets less segment liabilities)

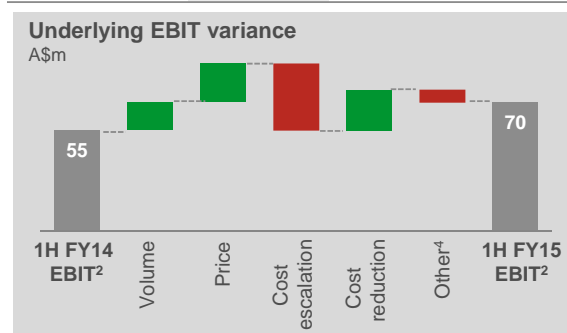
Revenue
\$263m ↑ 6%

EBIT
\$14m ↑ from \$5m

- **Revenue and earnings growth** due to:
 - Rising housing construction activity
 - Higher sales volumes and improved pricing across most products
 - Benefits from production volume leverage
 - Improved operational performance and costs
- **Bricks**: Volume growth in all regions; modest pricing gains; historically low inventories in WA
- **Roofing**: Good volume and modest price growth; improved market conditions in Vic
- **Timber**: Growth in **Softwood** volumes and pricing due to stronger market conditions and increased structural product sales; offset by decline in **Hardwood** volumes on continued subdued demand and competitive pressures

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A\$m	1H FY2015	1H FY2014	Var, %
Reported Gypsum business result¹			
EBIT ¹	-	55	
Equity income ¹	24	-	
Underlying Gypsum business result			
Revenue	638	537	19
EBITDA ²	97	77	26
EBIT²	70	55	27
EBIT ROS, %	11.0	10.2	
Net Assets	1,845	1,462	
ROFE ^{2,3} , %	6.3	6.6	



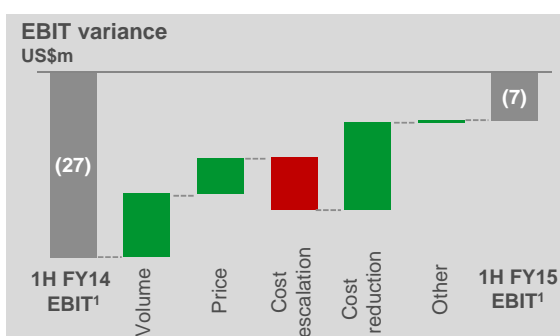
Underlying Revenue
\$638m ↑ 19%

Underlying EBIT
\$70m ↑ 27%

- **USG Boral JV** commenced 1 March 2014
- **Sheetrock® technology** launched in Australia, Korea, Thailand and Indonesia
- **Strong revenue growth** in Australia and Asia
 - **Australia:** driven by improved housing markets, particularly NSW and Vic
 - **Asia:** reflects market growth, increased product penetration and price gains
- **Board volumes up strongly** in Korea, Thailand, Australia, Malaysia and India
- **Pricing gains** in most markets, particularly Indonesia, Korea and India
- **US\$9m cost savings** from restructuring and improvement initiatives

1. Gypsum consolidated results for period Jul-13 to Dec-13; post tax equity income for period Jul-14 to Dec-14
 2. Excluding significant items
 3. Moving annual total EBIT return on divisional funds employed (segment assets less segment liabilities)
 4. Includes foreign exchange impact and share of JV partners' profits/losses

A\$m	1H FY2015	1H FY2014	Var, %
Revenue	396	335	18
EBITDA ¹	12	(8)	
EBIT¹	(8)	(30)	73
EBIT ROS, %	(2.0)	(8.9)	
Revenue (US\$m)	349	306	14
EBITDA ¹ (US\$m)	11	(8)	
EBIT¹ (US\$m)	(7)	(27)	74
Net Assets	788	743	
ROFE ^{1,2} , %	(2.1)	(7.5)	



Revenue
A\$396m ↑ 18%

EBIT
A(\$8m) ↑ 73%

- **Improved performance** underpinned by continued growth in US housing construction
 - Total US housing starts up 10%, driven by multi-family dwellings up 12% and single-family dwellings up 8%
- **Positive EBITDA of US\$11m; EBIT loss reduced by US\$20m** due to:
 - **Significant volume** and **solid price gains**
 - Improved **production volume leverage**
 - **US\$6m cost savings** from headcount reduction & consolidation activities in Jun-14
- **Cladding** USD revenue up 17% and **Roofing** up 13% on 1H FY2014
- **Fly Ash & Construction Materials** operations both profitable with increases in volumes and pricing

1. Excluding significant items
 2. Moving annual total EBIT return on divisional funds employed (segment assets less segment liabilities)



Financial Results

Ros Ng – Chief Financial Officer

Group financial performance

Improved profitability supported by a disciplined approach to adjusting the cost base



A\$m	1H FY2015	1H FY2014	Var, %
Revenue	2,285	2,874	(21)
EBITDA ¹	290	307	(6)
Depreciation and amortisation	(123)	(139)	
EBIT¹	167	168	-
Net interest ¹	(31)	(47)	
Tax ¹	(25)	(30)	
Non-controlling interests	0	(1)	
Profit after tax¹	112	90	23
Significant items (net)	(7)	(117)	
Net profit after tax	105	(26)	
<i>Underlying tax rate¹</i>	18%	24%	

Non-IFRS Information – Earnings before significant items is a non-IFRS measure that is reported to provide a greater understanding of the financial performance of the Group. Further details of non-IFRS information is included in the Results Announcement while details of significant items are provided in Note 6 of the half year Financial Report. Non-IFRS information has not been subject to audit or review.

1. Excluding significant items

2. 1H FY2015 significant items comprise (\$10m) for Construction Materials & Cement division redundancy and restructuring costs and income tax benefit of \$3m

(Figures may not add due to rounding)

Cash flow

Free cash flow expected to improve in 2H FY2015



Cash flow, A\$m	1H FY2015	1H FY2014
EBITDA¹	290	307
Impact of working capital	(38)	6
Interest & tax	(74)	(54)
Equity earnings less dividends	(30)	(4)
Other non-cash items	(4)	–
Restructuring costs paid	(30)	(24)
Operating cash flow	115	231
Capital expenditure	(94)	(114)
Divestment costs	–	(10)
Proceeds on disposal of assets	11	39
Free cash flow	31	147
Dividends paid – net DRP ²	(63)	(25)
Other items	–	(8)
	(31)	114

- **Operating cash flow down to \$115m** (\$231m in 1H FY2014) due to:
 - Absence of Gypsum consolidated earnings and **timing of USG Boral JV dividend** payments
 - Increase in **working capital**
 - slightly higher inventories versus significant reduction in 1H FY2014
 - slight increase in debtors collection days
 - Higher tax due to **timing of FY2014 tax liabilities and instalments**
- **Total capex down 17%** in 1H FY2015
- **DRP suspended** following FY2014 interim dividend

1. Excluding significant items
 2. Dividend Reinvestment Plan (DRP) program suspended following the interim dividend paid on 24 March 2014
 (Figures may not add due to rounding)

Capital expenditure remains constrained

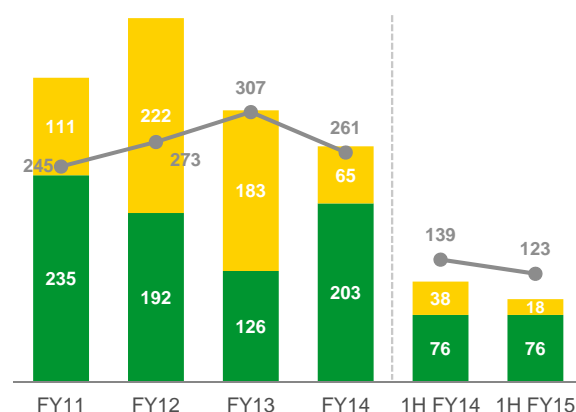
Focus on stay-in-business capital expenditure



Total capital expenditure

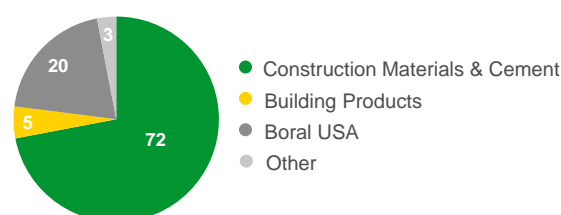
A\$m

■ SIB ■ Growth — Depreciation and amortisation



- **Growth capex of \$18m in 1H FY2015**, down from \$38m in 1H FY2014, was constrained to essential projects
- **Stay-in-business capex of \$76m in 1H FY2015** at 62% of depreciation

1H FY2015 capital expenditure, %



Total capex = \$94m

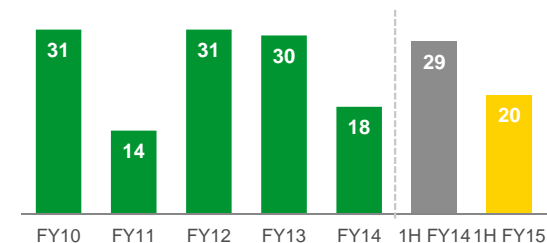
1. FY2013 total capital expenditure restated to reflect adoption of AASB Interpretation 20 relating to the reclassification of stripping expenditure at quarry sites

Balance sheet

Gearing remains at lower end of historical range

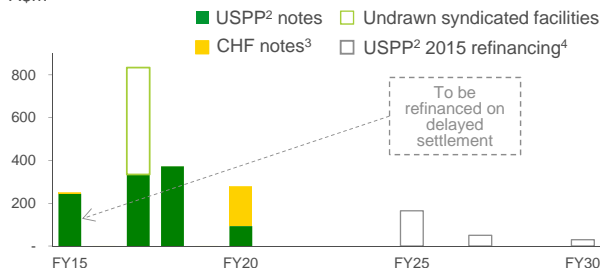


Gearing¹



Debt maturity profile (as at 31 Dec 2014)

A\$m



1. Net debt / (net debt + equity)
2. US Private Placement notes
3. Swiss franc notes issued under EMTN program

- Net debt of \$887m increased by \$169m since 30 June 2014, largely due to translation of US\$ denominated debt
- Principal debt gearing covenant at 29%; well within threshold of <60%
- Weighted average debt maturity ~ 5.0 years
- Weighted average cost of debt ~ 6.2% p.a.
- Committed undrawn bank debt facilities of \$500m

Net debt reconciliation A\$m	1H FY2015	1H FY2014
Opening balance	(718)	(1,446)
Cash flow	(31)	114
Prepaid borrowing costs	(6)	–
Non cash (FX)	(132)	(58)
Closing balance	(887)	(1,389)

4. Proceeds to be used to refinance US\$200m of senior, unsecured USPP notes maturing in May 2015

(Figures may not add due to rounding)



Strategic Priorities & Outlook

Mike Kane – CEO & Managing Director

Boral's *Fix, Execute, Transform* program

Fix phase well advanced; now moving firmly into *Execute & Transform* phases



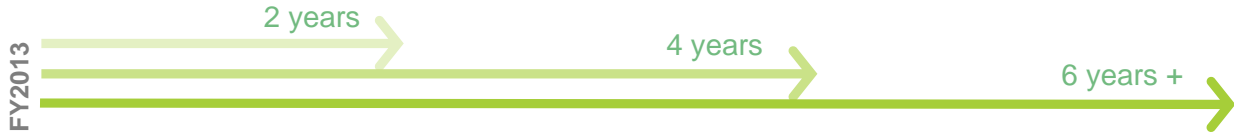
FIX



EXECUTE



TRANSFORM



Fixing things that are holding us back

- ✓ Reshaped portfolio
- ✓ Reduced costs by \$130m plus further \$58m to be achieved in FY2015
- ✓ Reduced net debt and constrained capital expenditure
- ✓ Maintaining focus on costs, capital and cash

Improving the way we operate to be more efficient, disciplined and profitable

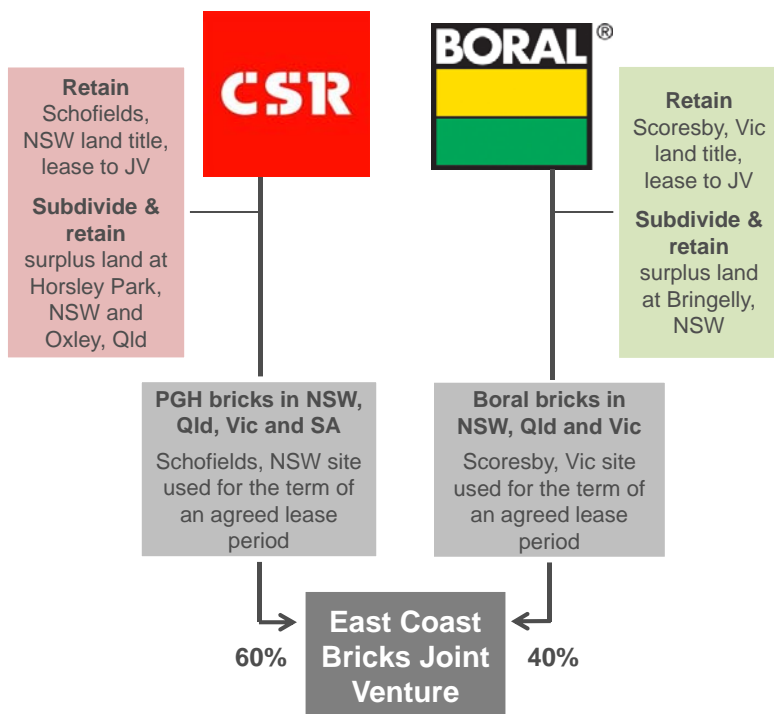
- ✓ People **engagement** and **safety** first
- ✓ **Levers of change** – LEAN, Sales & Marketing, Innovation
- ✓ **Responding to external challenges** and changing market conditions

Transforming Boral for performance excellence and sustainable growth through innovation

- ✓ Product **innovation** e.g. prototype 'composite sheet line' in Texas, USA
- ✓ Rollout of **world-leading gypsum technologies** across USG Boral
- ✓ **Lowering fixed cost** exposures through the cycle

Fix: Reshaping the portfolio

Targeting superior returns through the east coast bricks JV with CSR



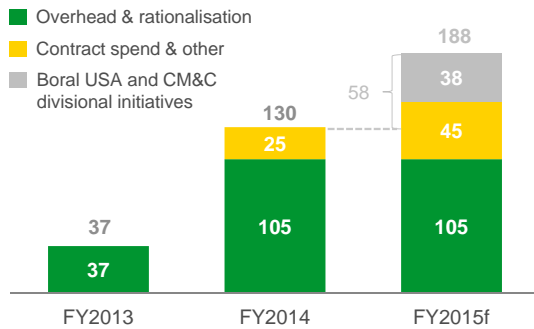
- Targeting returns that recover the cost of capital in the face of a declining brick market
- **JV structure reflects relative valuations** of the businesses
 - No cash consideration
- **Integration planning well progressed**
 - General Manager of Joint Venture appointed
- **Formation of joint venture expected in 2H FY2015**
- No immediate plans to close any current brick operating sites
- **\$7-\$10m of synergies expected** in first year of JV operation from consolidation of overhead costs

Fix: Managing costs down

Cost reduction programs implemented in response to changing market conditions



Cost reduction benefits (A\$m, annualised)



- **\$10m of incremental cost reduction benefits in 1H FY2015** from contract management
- Further \$10m of contract management savings expected in FY2015 for **full \$150m of annualised benefits** from FY2013-14 corporate cost reduction program
- Boral USA and CM&C **divisional cost reduction initiatives** expected to deliver \$38m in annualised cost savings in FY2015

- **Divisional cost reduction programs in 1H FY2015** to offset inflationary cost pressures and respond to changing markets

Construction Materials & Cement	\$5.5m in costs savings in 1H FY2015 from realignment of Asphalt businesses and support services in Qld and Vic. Additional 122 headcount reduction delivered ~\$3m cost savings in 1H FY2015
Boral USA	US\$6m cost savings delivered in 1H FY2015 through a reduction of 70 employees following rationalisation and consolidation of regional structures and management responsibilities
USG Boral	USG Boral JV cost reduction program delivered US\$9m of savings in 1H FY2015 to offset higher costs associated with roll-out of Sheetrock® technology and adjacent products

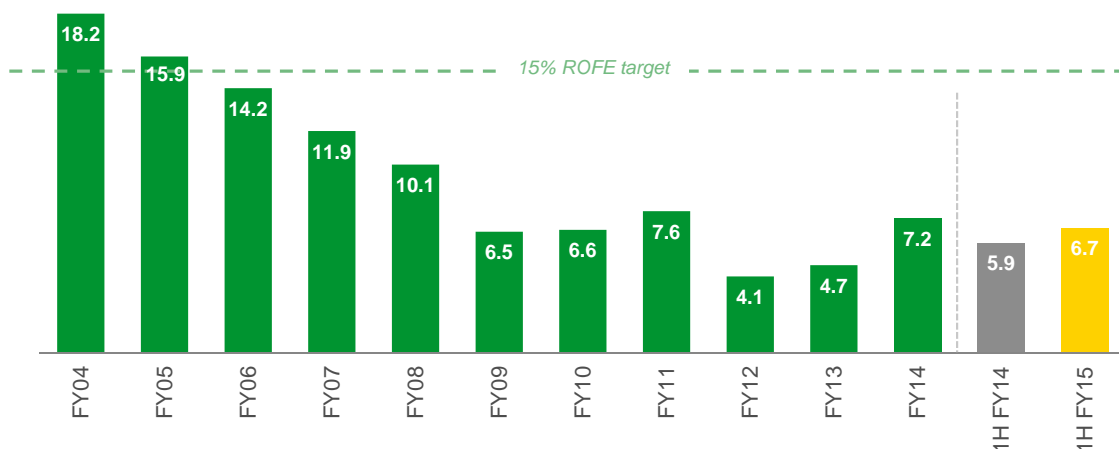
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Focus on improving ROFE to 15% long term

Year-on-year improvement but still considerable work to do



EBIT to funds employed (ROFE¹), %



- **ROFE has strengthened year-on-year** despite the EBIT contribution from Gypsum being on an equity accounted after tax basis since 1 March 2014 and the unfavourable currency movements impacting overseas asset values
- **Improved Boral USA and Building Products EBIT and restructuring** underpinned ROFE growth in 1H FY2015

1. Excludes significant items, calculated on funds employed as at 30 June for FY ROFE and 31 December for 1H ROFE

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Construction Materials & Cement

- **FY2015 EBIT expected to be higher than FY2014**, underpinned by higher Property earnings
- Excluding Property, seasonally weaker 2H; **2H FY2015 should be broadly in line with 2H FY2014**
- Continued strength in Sydney, improvements in SE Qld and benefits from restructuring should offset subdued RHS&B activity, tapering off of some LNG work and current lack of pricing momentum. Earnings growth could be dampened if potential property sales not realised or adverse weather

Building Products

- **Continue to deliver improved year-on-year performance**, with volume and price gains offsetting the impact of fewer working days in 2H FY2015
- Reported revenue will be lower following formation of east coast bricks JV in 2H FY2015, but no material impact to 2H FY2015 earnings expected

Boral Gypsum

- **Strong underlying performance to continue** reflecting increased demand and restructuring benefits but **lower earnings contribution** to Boral expected in FY2015 due to full 12 months of 50% equity accounted post-tax earnings
- **Synergies expected to ramp up from 2H FY2015** offset by expanded product and new technology roll-out costs

Boral USA

- Expect **significantly improved, broadly break-even result** in FY2015, assuming a typically stronger 4Q FY2015

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Questions



Supplementary slides

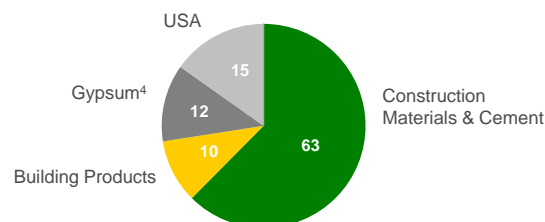
Boral overview



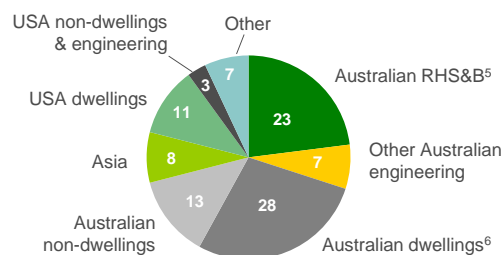
- Boral is an international building and construction materials group with operations in Australia, the USA and Asia
- ~A\$4.5b market capitalisation¹
- S&P/ASX 100 company
- Operations across 13 countries²
- ~12,000 employees²

1H FY2015 revenue³

by division, %



by end-market, %



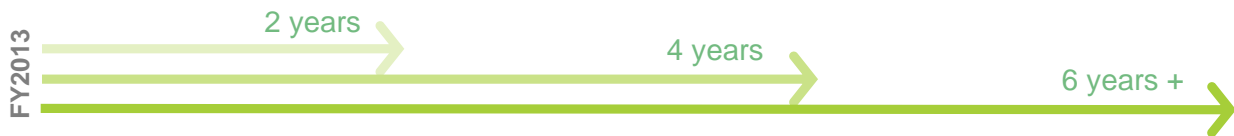
1. As at 5 February 2015
 2. Includes USG Boral joint venture operations. As at 31 December 2014
 3. For the half year ended 31 December 2014
 4. Gypsum revenue represents Boral's 50% share of underlying revenue from the USG Boral JV, which is not included in Group reported revenue
 5. Roads, highways, subdivisions and bridges
 6. Comprised of ~13% from detached housing, ~7% from multi-dwellings and ~8% from alterations and additions

Boral's *Fix, Execute, Transform* program



Our goal is to transform Boral into a global building and construction materials company that is known for its **world-leading safety performance, innovative product platform and superior returns on shareholders' funds.**

FIX **EXECUTE** **TRANSFORM**



Fixing things that are holding us back

Improving the way we operate to be more efficient, disciplined and profitable

Transforming Boral for performance excellence and sustainable growth through innovation

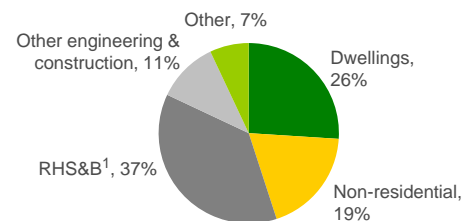
Construction Materials & Cement



Concrete, Quarries, Asphalt, Cement, Concrete Placing, Transport, Landfill and Property



End market revenue exposure (1H FY2015)



1H FY2015 revenue = \$1,626m

1. Australian roads, highways, subdivisions & bridges



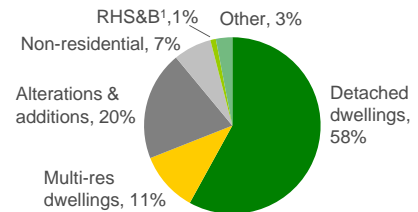
Building Products



Australian Bricks, Roofing and Timber



End market revenue exposure (1H FY2015)



1H FY2015 revenue = \$263m

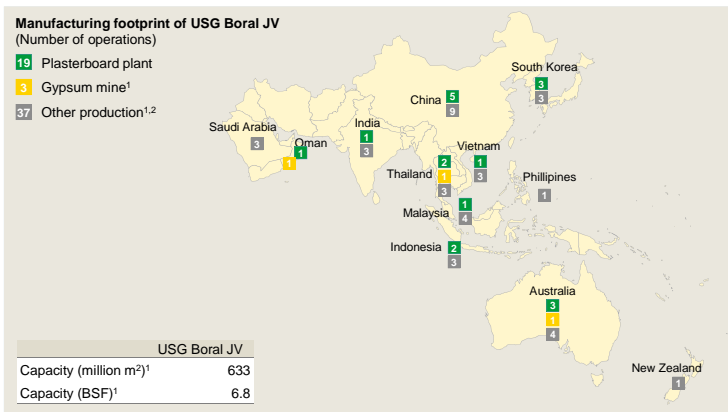
1. Australian roads, highways, subdivisions & bridges



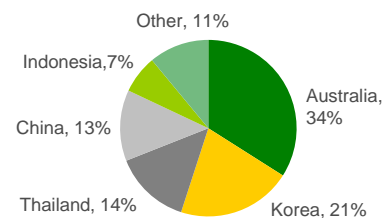
Boral Gypsum



50%-owned USG Boral joint venture in Australia, New Zealand, Asia and Middle East

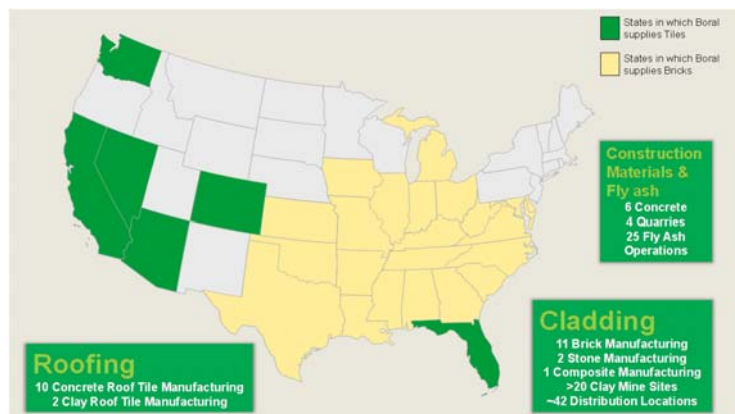
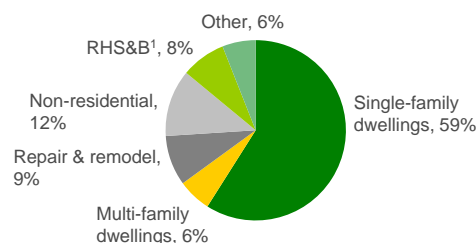


End market revenue exposure (1H FY2015)



1H FY2015 underlying revenue³ = \$638m

1. Certain manufacturing facilities and gypsum mines held in joint venture with third parties
 2. Production may be at the same physical location. Other production includes ceiling tile, metal ceiling grid, metal products, joint compounds, mineral wool and cornice production
 3. 1H FY2015 revenue chart represents proforma (underlying) revenue for USG Boral

Cladding (Bricks, Cultured Stone & Trim), Roof Tiles, Fly Ash and Construction Materials

End market revenue exposure (1H FY2015)

1H FY2015 revenue = A\$396m

1. USA roads, highways, subdivisions & bridges

1H FY2015 segment revenue and EBIT

	External revenue A\$m			EBIT ¹ A\$m		
	1H FY2015	1H FY2014	Var, %	1H FY2015	1H FY2014	Var, %
Construction Materials & Cement	1,626	1,696	(4)	150	155	(4)
Building Products	263	248	6	14	5	172
Boral Gypsum²	–	537		24	55	(56)
Boral USA	396	335	18	(8)	(30)	73
Unallocated	–	–		(13)	(17)	23
Discontinued businesses ³	–	58		–	(1)	
TOTAL	2,285	2,874	(21)	167	168	–

1. Excluding significant items

2. Following the formation of the USG Boral JV on 1 March 2014, Boral Gypsum results represent post tax equity accounted income

3. Discontinued businesses include the Windows business which was sold in November 2013

(Figures may not add due to rounding)

Divisional ROFE performance

Improvements in Boral USA and Building Products; relatively steady performance for CM&C and Gypsum



Construction Materials & Cement

ROFE¹ %



Solid returns broadly maintained

- **Earnings solid** despite weaker roads and infrastructure activity
- **Focus on lifting returns** through cost controls & price management
- Sale of Western Landfill will have only a small negative impact on earnings in 2H FY2015

1H FY14 1H FY15

Boral Gypsum²

ROFE^{1,2} %



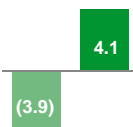
Strong foundation for future returns

- **Strong underlying business** performance in Australia & Asia
- Benefits from **market growth, product penetration and new technologies**
- 1H FY2015 ROFE down due to unfavourable currency movements

1H FY14 1H FY15

Building Products

ROFE¹ %



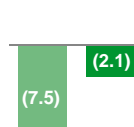
Earnings improvements continue

- **Improved housing construction activity** in NSW, Qld, Vic and WA
- 2H FY2015 earnings not expected to be materially impacted following formation of east coast Bricks JV with CSR

1H FY14 1H FY15

Boral USA

ROFE¹ %



Significant market leverage

- Major reduction in losses due to **US housing market recovery and cost reductions**
- Expect significant lift in returns as **market recovery continues**

1H FY14 1H FY15

1. EBIT return on divisional funds employed (segment assets less segment liabilities) calculated on a moving annual total basis as at 31 December. EBIT excludes significant items
2. Based on USG Boral's underlying EBIT return on funds employed

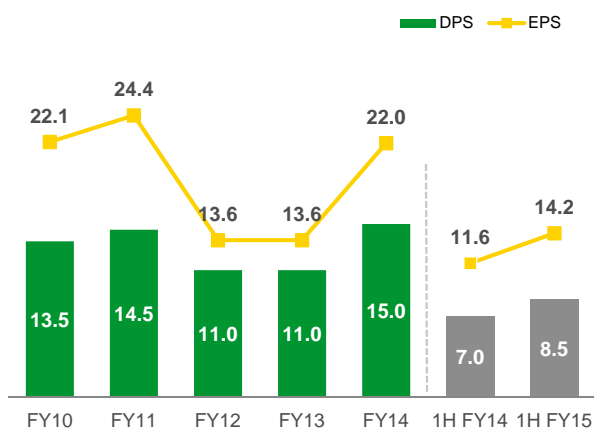
Earnings and dividends per share

Fully franked interim dividend of 8.5 cents per share declared



Earnings and dividends per share¹

A\$ cents



- Earnings per share (EPS) of 14.2 cents, up 22% on 1H FY2014
- Fully franked interim dividend of 8.5 cents, up 21% on 1H FY2014
- Interim dividend payout ratio of 60%; (historical range of 60-80%)

1. Earnings per share, excluding significant items

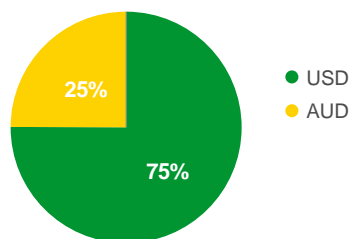
Debt profile

Significantly reduced net debt has strengthened Boral's balance sheet



Gross debt currency exposure

As at 31 December 2014



Total = A\$1,244m

Debt facilities	1H FY2015 A\$m	1H FY2014 A\$m
USPP ¹	1,044	1,023
Syndicated term credit facility	-	155
CHF notes ²	184	186
BGA facilities	-	65
Other loans/ finance leases	16	23
Gross debt	1,244	1,652
Net debt	887	1,389

1. US Private Placement notes
2. Swiss notes issued via EMTN program. Swapped to USD

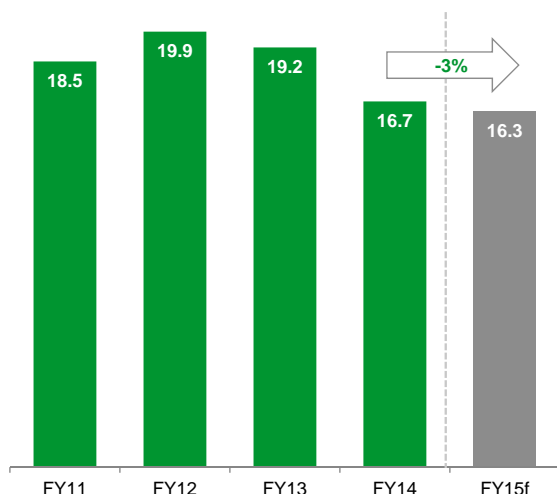
RHS&B activity forecast to decline modestly

Value of work done forecast to decrease in FY2015



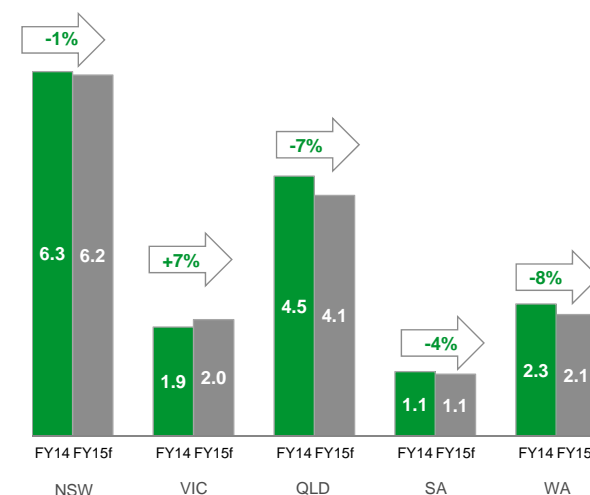
Roads, Highways, Subdivisions & Bridges¹

(value of work done, A\$b)



RHS&B – by state¹

FY2015f vs FY2014
(value of work done, A\$b)



1. RHS&B refers to roads, highways, subdivisions and bridges. Original series data from ABS. FY11 to FY15f figures are an average of BIS and Macromonitor data

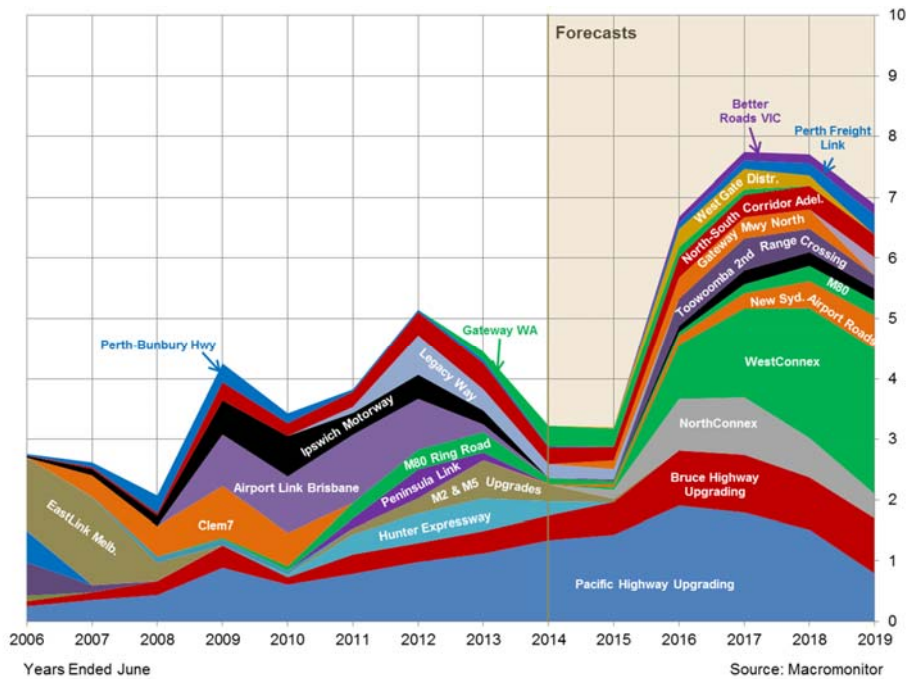
Australian major road projects pipeline

Significant uptick in major road construction projects expected from FY2016 (even excluding the 'cancelled' East-West Link project in Melbourne)



Major Road Construction Projects – Australia

Value of work done by year, A\$b (as at December 2014)



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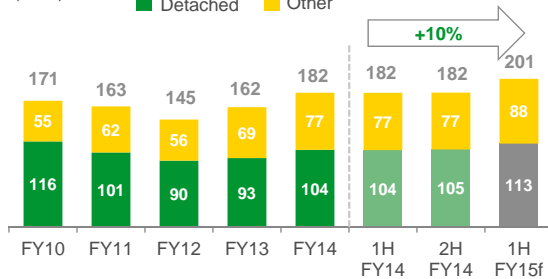
Australian residential activity improved

Housing starts estimated to be up 10% with detached starts up 8%
A&A activity estimated to be down 2%



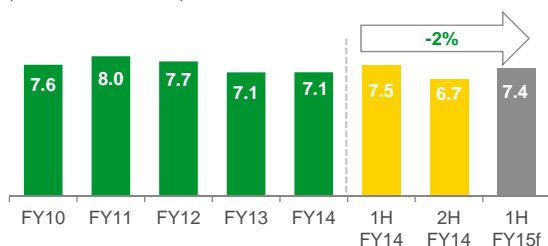
Total housing starts¹

('000)



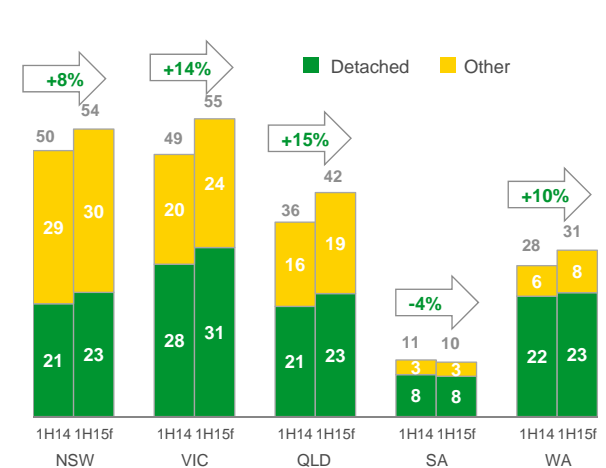
Alterations & additions (A&A)²

(value of work, A\$b)



Housing starts – by state¹

1H FY2015f vs 1H FY2014
(‘000)



1. Original series housing starts from ABS to Sep-14 quarter, HIA forecast to Dec-14 quarter. Six monthly data annualised
2. Half yearly data annualised. Original series (constant 2012/13 prices) from ABS. BIS forecast for Dec-14 quarter

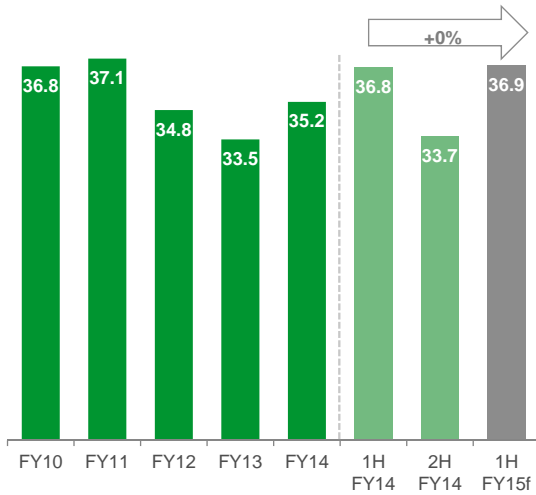
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Australian non-residential activity stable

Non-residential activity estimated to be flat

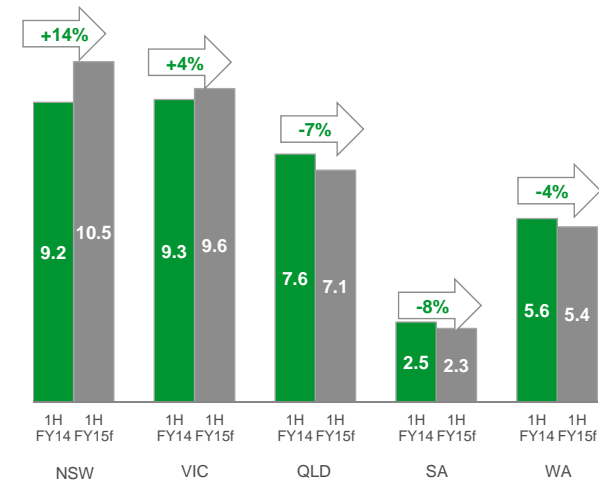


Non-residential¹ (value of work done, A\$b)



Non-residential – by state¹

1H FY2015f v 1H FY2014 (value of work done, A\$b)



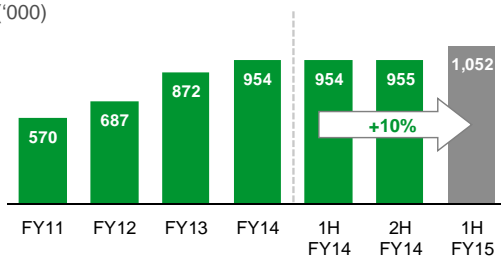
1. Original series (constant 2012/13 prices) from ABS. BIS forecast for Dec-14 quarter. Six monthly data annualised

US housing activity continues to strengthen

Total housing starts up 10% in 1H FY2015

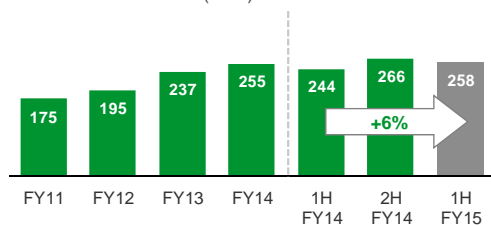


US total housing starts¹ (‘000)

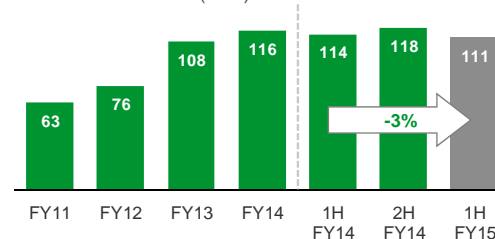


- US housing starts of 1,052k¹ in 1H FY2015, up 10% with detached starts up 8%¹
 - But total starts remain 30% below long term average of 1.5m housing starts
- US single-family starts in Boral’s Bricks States² up 6% and in Boral Tiles States² down 3%
- US non-residential activity up 12%³

US single-family housing starts Boral Brick States² (‘000)



US single-family housing starts, Boral Tile States² (‘000)



1. Seasonally adjusted annualised data from US Census
 2. Data from McGraw Hill/ Dodge. Boral’s Brick States include: Alabama, Arkansas, Georgia, Kentucky, Louisiana, Mississippi, North Carolina, Oklahoma, South Carolina, Tennessee, Texas. Boral’s Tile States include: Arizona, California, Florida, Nevada
 3. McGraw Hill/ Dodge value of work completed. Forecast used for Dec-14 quarter

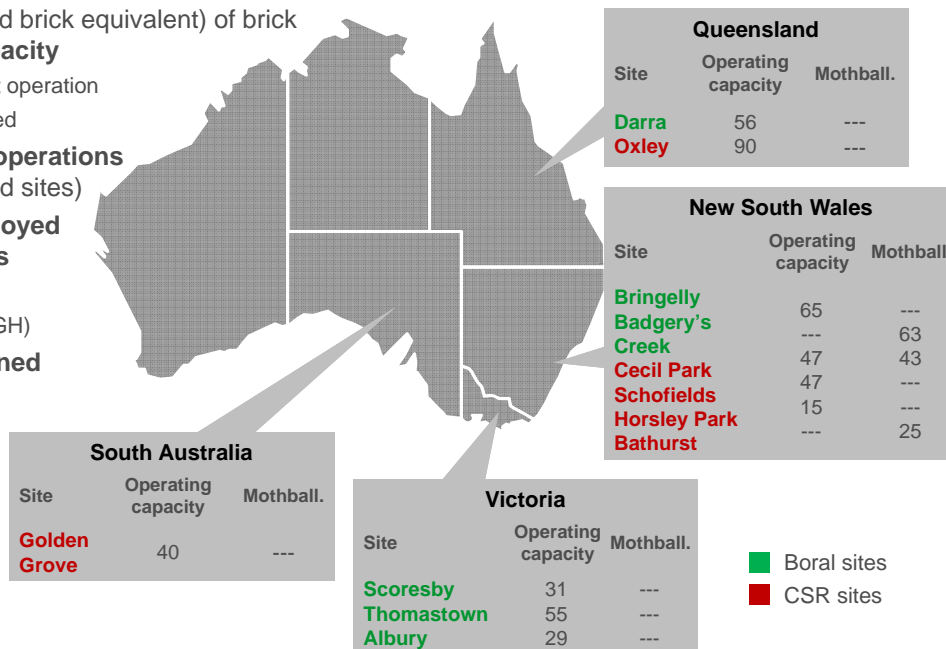
Fix: East coast Bricks JV with CSR

Boral and CSR are committed to the Australian brick industry



- Combined annual revenue of ~\$230m
- 606m SBE (standard brick equivalent) of brick manufacturing capacity
 - 475m SBE in current operation
 - 131m SBE mothballed
- 12 manufacturing operations (including mothballed sites)
- Current funds employed in east coast bricks
 - ~\$100m for Boral
 - ~\$140m for CSR (PGH)
- Around 540 combined employee base

East coast Bricks JV sites capacity by state (million SBE)



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Non-IFRS information



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

Earnings before significant items is a non-IFRS 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 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	2,284.8	-	2,284.8	2,212.6	72.2	2,284.8
EBIT	167.3	(10.0)	157.3	152.0	5.3	157.3
Finance costs	(30.5)	-	(30.5)	(30.5)	-	(30.5)
Earnings before tax	136.8	(10.0)	126.8	121.5	5.3	126.8
Tax (expense) / benefit	(25.3)	3.0	(22.3)	(20.6)	(1.7)	(22.3)
Profit after tax	111.5	(7.0)	104.5	100.9	3.6	104.5
Non-controlling interests	-	-	-	-	-	-
Net profit after tax	111.5	(7.0)	104.5	100.9	3.6	104.5

The Gypsum division commentary also includes a non-IFRS measure of underlying results excluding significant items representing the 6 months trading results to assist users to better understand the trading results of this division despite changes in ownership over the past 12 months.

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 2014.

This half year Financial Report for the six months ended 31 December 2014 is prepared in accordance with the ASX listing rules and should be read in conjunction with any announcements to the market made by the Group during the year.

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Disclaimer



The material contained in this document is a presentation of information about the Group's activities current at the date of the presentation, 11 February 2015. It is provided in summary form and does not purport to be complete. It should be read in conjunction with the Group's periodic reporting and other announcements lodged with the Australian Securities Exchange (ASX).

To the extent that this document may contain forward-looking statements, such statements are not guarantees or predictions of future performance, and involve known and unknown risks, uncertainties and other factors, many of which are beyond our control, and which may cause actual results to differ materially from those expressed in the statements contained in this release.

This document is not intended to be relied upon as advice to investors or potential investors and does not take into account the investment objectives, financial situation or needs of any particular investor.