

APPENDIX 4D

HALF-YEAR REPORT

12 February 2014

Name of Entity: **Boral Limited**
 ABN: **13 008 421 761**
 For the half year ended: **31 December 2013**

Boral Limited
 ABN 13 008 421 761



Level 3, 40 Mount Street
 North Sydney
 PO Box 1228, North Sydney NSW 2059
 Telephone (02) 9220 6300
 Facsimile (02) 9233 6605
 www.boral.com.au

Results for announcement to the market

				Dec-2013 A'\$ millions	Dec-2012 A'\$ millions
Revenue from continuing operations	up	4.9%	to	2,279.3	2,173.8
Revenue from discontinued operations				595.0	600.0
Total revenue	up	3.6%	to	2,874.3	2,773.8
Profit from continuing operations before net financing costs, income tax and significant items	up	50.9%	to	113.8	75.4
Profit from discontinued operations before net financing costs, income tax and significant items				54.1	37.0
Profit before net financing costs, income tax and significant items	up	49.4%	to	167.9	112.4
Net financing costs from continuing operations before significant items				(44.6)	(46.9)
Net financing costs from discontinued operations before significant items				(2.0)	(3.1)
Profit before income tax and significant items	up	94.4%	to	121.3	62.4
Income tax from continuing operations before significant items				(13.6)	(3.6)
Income tax from discontinued operations before significant items				(15.9)	(4.2)
Non-controlling interest from continuing operations				2.8	1.5
Non-controlling interest from discontinued operations				(4.2)	(3.9)
Net profit before significant items attributable to members	up	73.2%	to	90.4	52.2
Significant items from continuing operations net of tax ¹				-	(88.1)
Significant items from discontinued operations net of tax ¹				(116.7)	10.6
Net profit/(loss) attributable to members	down	(4.0%)	to	(26.3)	(25.3)

1. Significant items relate primarily to a non-trading revaluation loss on reclassification of Boral Gypsum net assets as 'held for sale' following the announcement of the proposed joint venture with USG Corporation. This loss is anticipated to be offset by the recognition of deferred foreign currency gains on completion of the joint venture, expected 28 February 2014.

Full details of significant items are contained in note 6 of the attached half-year financial report.

Dividends	Amount per security	Franked amount per security at 30% tax
Current period: Interim - ordinary	7.0 cents	7.0 cents
Previous corresponding period: Interim - ordinary	5.0 cents	5.0 cents
Record date for determining entitlements to the dividend	24 February 2014	
Comparative Period: Half Year ended 31 December 2012		

Profit before significant items is a Non IFRS measure reported to provide a greater understanding of the underlying business performance of the Group. The disclosures are extracted or derived from the financial report for the period ended 31 December 2013 but have not been subject to audit or review.

Commentary on the results for the period

The commentary on the results of the period is contained in the "Results Announcement for the half-year ended 31 December 2013 - Management Discussion and Analysis" dated 12 February 2014.



Half-Year Financial Report

31 December 2013

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 2013 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

The Directors of Boral Limited ("the Company") report on the consolidated entity, being the Company and its controlled entities, for the half-year ended 31 December 2013 ("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-year are:

Bob Every AO	- Chairman
Mike Kane	- Chief Executive Officer and Managing Director
Catherine Brenner	
Brian Clark	
Eileen Doyle	
Richard Longes	
John Marlay	
Paul Rayner	

All of those persons, have been Directors at all times during and since the end of the half-year.

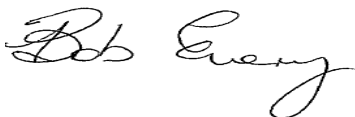
3. Lead Auditor's Independence Declaration

The lead auditor's independence declaration made under Section 307C of the *Corporations Act 2001* is set out on page 2 and forms part of this Directors' Report.

4. 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 and Directors' Report have been rounded to the nearest one hundred thousand dollars unless otherwise stated.

Signed in accordance with a resolution of the Directors.



Dr Bob Every AO
Director



Mike Kane
Director

Sydney, 12 February 2014



Lead Auditor's Independence Declaration

under Section 307C of the Corporations Act 2001

To: The Directors of Boral Limited

I declare that, to the best of my knowledge and belief, in relation to the review for the half-year ended 31 December 2013 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, appearing to read 'KPMG'.

KPMG

A handwritten signature in black ink, appearing to read 'Kenneth Reid'.

Kenneth Reid
Partner

Sydney, 12 February 2014

Income Statement

BORAL LIMITED AND CONTROLLED ENTITIES

	Note	CONSOLIDATED	
		Half-Year 31 Dec 2013 \$ millions	Half-Year 31 Dec 2012 \$ millions
Continuing operations			
Revenue	4	2,279.3	2,173.8
Cost of sales		(1,637.3)	(1,581.3)
Selling and distribution expenses		(400.8)	(389.8)
Administrative expenses		(143.9)	(143.8)
		(2,182.0)	(2,114.9)
Other income	4	6.8	11.3
Other expenses	4	(0.3)	(120.4)
Share of net profit of associates	9	10.0	5.6
Profit/(loss) before net financing costs and income tax		113.8	(44.6)
Financial income		0.9	1.5
Financial expenses		(45.5)	(48.4)
Net financing costs		(44.6)	(46.9)
Profit/(loss) before income tax		69.2	(91.5)
Income tax benefit/(expense)	5	(13.6)	28.3
Profit/(loss) from continuing operations		55.6	(63.2)
Discontinued operations			
Profit/(loss) from discontinued operations (net of income tax)	3	(80.5)	40.3
Net profit/(loss)		(24.9)	(22.9)
Attributable to:			
Members of the parent entity		(26.3)	(25.3)
Non-controlling interests - profit		1.4	2.4
Net profit/(loss)		(24.9)	(22.9)
Basic earnings per share	7	(3.4c)	(3.3c)
Diluted earnings per share	7	(3.4c)	(3.3c)
Continuing operations			
Basic earnings per share	7	7.5c	(8.1c)
Diluted earnings per share	7	7.4c	(8.1c)

The income statement 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 2013 \$ millions	Half-Year 31 Dec 2012 \$ millions
Net profit/(loss)	(24.9)	(22.9)
Other comprehensive income		
Items that will not be reclassified to Income Statement:		
Actuarial loss on defined benefit plans	-	(2.4)
Income tax on items that will not be reclassified to Income Statement	-	0.6
Items that may be reclassified subsequently to Income Statement:		
Net exchange differences from translation of foreign operations taken to equity	43.5	(0.5)
Foreign currency translation reserve transferred to net profit on disposal of controlled entities	-	3.1
Fair value adjustment on cash flow hedges	3.3	4.4
Income tax on items that may be reclassified subsequently to Income Statement	15.0	10.1
Total comprehensive income/(loss) for the half-year	36.9	(7.6)
Total comprehensive income for the half-year is attributable to:		
Members of the parent entity	33.1	(8.8)
Non-controlling interests	3.8	1.2
Total comprehensive income/(loss) for the half-year	36.9	(7.6)

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.

Balance Sheet

BORAL LIMITED AND CONTROLLED ENTITIES

	Note	CONSOLIDATED	
		31 Dec 2013 \$ millions	30 Jun 2013 \$ millions
CURRENT ASSETS			
Cash and cash equivalents		262.9	149.9
Cash on deposit		-	70.6
Receivables		653.8	887.8
Inventories		589.5	680.0
Other financial assets		13.7	11.6
Other		51.8	31.0
Assets classified as held for sale	3	1,670.1	-
TOTAL CURRENT ASSETS		3,241.8	1,830.9
NON-CURRENT ASSETS			
Receivables		4.4	16.8
Inventories		22.0	19.6
Investments accounted for using the equity method		20.1	34.6
Other financial assets		41.3	23.5
Property, plant and equipment		2,579.6	3,378.1
Intangible assets		206.2	849.9
Deferred tax assets		154.7	133.7
Other		28.7	29.3
TOTAL NON-CURRENT ASSETS		3,057.0	4,485.5
TOTAL ASSETS		6,298.8	6,316.4
CURRENT LIABILITIES			
Payables		587.5	760.1
Loans and borrowings	11	114.8	126.9
Other financial liabilities		71.6	56.1
Current tax liabilities		65.3	19.1
Provisions		184.6	212.1
Liabilities classified as held for sale	3	208.3	-
TOTAL CURRENT LIABILITIES		1,232.1	1,174.3
NON-CURRENT LIABILITIES			
Payables		11.4	9.4
Loans and borrowings	11	1,537.4	1,539.6
Other financial liabilities		15.6	25.5
Deferred tax liabilities		-	57.6
Provisions		99.4	116.5
TOTAL NON-CURRENT LIABILITIES		1,663.8	1,748.6
TOTAL LIABILITIES		2,895.9	2,922.9
NET ASSETS		3,402.9	3,393.5
EQUITY			
Issued capital	12	2,455.4	2,433.8
Reserves	13	137.5	74.4
Retained earnings		723.3	796.0
Total parent entity interest		3,316.2	3,304.2
Non-controlling interests		86.7	89.3
TOTAL EQUITY		3,402.9	3,393.5

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 Changes in Equity

BORAL LIMITED AND CONTROLLED ENTITIES

	CONSOLIDATED					
	Issued capital \$ millions	Reserves \$ millions	Retained earnings \$ millions	Total parent entity interest \$ millions	Non-controlling interests \$ millions	Total Equity \$ millions
Balance at 1 July 2013	2,433.8	74.4	796.0	3,304.2	89.3	3,393.5
Net profit /(loss)	-	-	(26.3)	(26.3)	1.4	(24.9)
Other comprehensive income						
Translation of net assets of overseas controlled entities	-	94.1	-	94.1	2.4	96.5
Translation of long-term borrowings and foreign currency forward contracts	-	(53.0)	-	(53.0)	-	(53.0)
Fair value adjustment on cash flow hedges	-	3.3	-	3.3	-	3.3
Income tax relating to other comprehensive income	-	15.0	-	15.0	-	15.0
Total comprehensive income	-	59.4	(26.3)	33.1	3.8	36.9
Transactions with owners in their capacity as owners						
Shares issued under the Dividend Reinvestment Plan	21.6	-	-	21.6	-	21.6
Dividend paid	-	-	(46.4)	(46.4)	(6.9)	(53.3)
Share-based payments	-	3.7	-	3.7	-	3.7
Contributions by non-controlling interests	-	-	-	-	0.5	0.5
Total transactions with owners in their capacity as owners	21.6	3.7	(46.4)	(21.1)	(6.4)	(27.5)
Balance at 31 December 2013	2,455.4	137.5	723.3	3,316.2	86.7	3,402.9
Balance at 1 July 2012	2,368.4	(109.2)	1,069.9	3,329.1	74.3	3,403.4
Net profit /(loss)	-	-	(25.3)	(25.3)	2.4	(22.9)
Other comprehensive income						
Translation of net assets of overseas controlled entities	-	(5.5)	-	(5.5)	(1.2)	(6.7)
Translation of long-term borrowings and foreign currency forward contracts	-	6.2	-	6.2	-	6.2
Foreign currency translation reserve transferred to net profit on disposal of controlled entities	-	3.1	-	3.1	-	3.1
Fair value adjustment on cash flow hedges	-	4.4	-	4.4	-	4.4
Actuarial gain/(loss) on defined benefit plans	-	-	(2.4)	(2.4)	-	(2.4)
Income tax relating to other comprehensive income	-	10.1	0.6	10.7	-	10.7
Total comprehensive income	-	18.3	(27.1)	(8.8)	1.2	(7.6)
Transactions with owners in their capacity as owners						
Shares issued under the Dividend Reinvestment Plan and underwriting agreement	26.6	-	-	26.6	-	26.6
Dividend paid	-	-	(26.6)	(26.6)	(2.5)	(29.1)
Share-based payments	-	4.1	-	4.1	-	4.1
Contributions by non-controlling interests	-	-	-	-	1.5	1.5
Total transactions with owners in their capacity as owners	26.6	4.1	(26.6)	4.1	(1.0)	3.1
Balance at 31 December 2012	2,395.0	(86.8)	1,016.2	3,324.4	74.5	3,398.9

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

Statement of Cash Flows

BORAL LIMITED AND CONTROLLED ENTITIES

	Note	CONSOLIDATED	
		Half-Year 31 Dec 2013 \$ millions	Half-Year 31 Dec 2012 \$ millions
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		3,132.2	2,979.7
Payments to suppliers and employees		(2,833.4)	(2,787.3)
		298.8	192.4
Dividends received		10.4	10.0
Interest received		3.6	3.9
Borrowing costs paid		(48.1)	(52.7)
Income taxes paid		(9.6)	(27.9)
Restructure costs paid	16	(23.7)	(18.5)
NET CASH PROVIDED BY OPERATING ACTIVITIES		231.4	107.2
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(113.6)	(163.5)
Purchase of intangibles		-	(0.3)
Loans to associates		(1.5)	-
Decrease in cash on deposit		70.6	-
Proceeds on disposal of non-current assets		25.7	30.3
Proceeds on disposal of controlled entities and businesses (net of cash disposed and transaction costs)		13.2	59.9
Divestment costs - Gypsum		(9.7)	-
NET CASH USED IN INVESTING ACTIVITIES		(15.3)	(73.6)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issue of shares		-	15.1
Dividends paid (net of dividends reinvested under the Dividend Reinvestment Plan of \$21.6 million (2012: \$11.5 million))		(24.8)	(15.1)
Dividends paid to non-controlling interests		(6.9)	(2.5)
Contributions by non-controlling interests		0.5	1.5
Proceeds from borrowings		84.6	47.4
Repayment of borrowings		(152.2)	(86.1)
NET CASH USED IN FINANCING ACTIVITIES		(98.8)	(39.7)
NET CHANGE IN CASH AND CASH EQUIVALENTS		117.3	(6.1)
Cash and cash equivalents at the beginning of the year		135.7	181.5
Effects of exchange rate fluctuations on the balances of cash and cash equivalents held in foreign currencies		5.9	(2.0)
Cash and cash equivalents at the end of the half-year	16	258.9	173.4

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 Report

BORAL LIMITED AND CONTROLLED ENTITIES

1. ACCOUNTING POLICIES

Boral Limited is a company domiciled in Australia. The consolidated half-year financial report of Boral Limited as at and for the half-year ended 31 December 2013 comprises Boral Limited 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 Accounting Standard AASB 134 *Interim Financial Reporting* and the Corporations Act 2001. The financial report also complies with IAS 34 *Interim Financial Reporting*.

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 2013 Annual Financial Report and any public announcements by Boral Limited and its controlled entities during the half-year in accordance with continuous disclosure obligations under the Corporations Act 2001.

The half-year financial report was authorised for issue by the Directors on 12 February 2014.

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 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 changes in the fair value attributable to the risks that are being hedged.

The accounting policies have been consistently applied by each entity in the consolidated entity and are consistent with those applied in the 30 June 2013 Annual Financial Report.

From 1 July 2013, the following standards and interpretations have been adopted by the Group:

AASB 10 *Consolidated Financial Statements*

AASB 11 *Joint Arrangements*

AASB 12 *Disclosure of Interests in Other Entities*; and

AASB 13 *Fair Value Measurement*.

Adoption of these standards has not resulted in any material changes to the Group's half-year financial report.

AASB Interpretation 20 *Stripping Costs in the Production Phase of a Surface Mine* specifies that the costs associated with the removal of waste during the production phase of a mine (stripping costs) are recognised as a Non-current asset. The stripping activity asset is accounted for as an addition to, or as an enhancement of an existing asset.

The effect of the application of AASB Interpretation 20 was retrospectively applied back to 1 July 2012, being the first comparative period presented. This resulted in an increase of Property, plant and equipment by \$31.0 million, a decrease of Other current assets by \$11.8 million and a decrease of Other non-current assets by \$19.2 million. There was no impact on the reported net result in either the current or prior period, other than an increase in amortisation of \$7.1 million (December 2012: \$7.2 million) and a corresponding decrease in stripping expenses.

Notes to the Financial Report

BORAL LIMITED AND CONTROLLED ENTITIES

1. ACCOUNTING POLICIES (continued)

(b) Significant Accounting Policies (continued)

The preparation of a financial report in conformity with Australian Accounting Standards requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis.

(c) Comparative Figures

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

(d) Rounding of Amounts

Boral Limited 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.

2. SEGMENTS

Operating segments are based on internal reporting to the Chief Executive Officer in assessing performance and determining the allocation of resources. During the year ended 30 June 2013, two new segments have been created:

Construction Materials & Cement - which consolidates the activities of the former Construction Materials and Cement operations into a single division.

Boral Gypsum - which consists of the Group's Australian and Asian plasterboard operations. The remaining Australian Building Product businesses have been aggregated into the redefined Building Products segment.

Comparative segment information has been restated to align with the current structure.

The following summary describes the operations of the Group's reportable segments:

Construction Materials & Cement	- Quarries, concrete, asphalt, transport, landfill, property, cement and concrete placing.
Building Products	- Australian bricks, roof tiles, masonry and timber products.
Boral Gypsum *	- Australian and Asian plasterboard.
Boral USA	- Bricks, cultured stone, roof tiles, fly ash, concrete and quarries.
Discontinued Operations	- Windows (2012: includes Asian Construction Materials and East Coast masonry)
Unallocated	- Non-trading operations and unallocated corporate costs.

* The Gypsum division is shown as part of "Discontinued Operations" in the Income Statement.

The major end use markets for Boral's products include residential and non-residential construction and the engineering and infrastructure markets.

Inter-segment pricing is determined on an arm's-length basis.

The Group has a large number of customers to which it provides products, with no single customer responsible for more than 10% of the Group's revenue.

Segment results, assets and liabilities include items directly attributable to a segment as well as those that can be allocated on a reasonable basis.

Notes to the Financial Report

BORAL LIMITED AND CONTROLLED ENTITIES

2. SEGMENTS (continued)

	CONSOLIDATED	
	Half-Year 31 Dec 2013 \$ millions	Half-Year 31 Dec 2012 \$ millions
Reconciliations of reportable segment revenues and profits		
External revenue	2,874.3	2,773.8
Less revenue from discontinued operations	(595.0)	(600.0)
Revenue from continuing operations	2,279.3	2,173.8
Profit before tax		
Profit before net financing costs and income tax expense from reportable segments	48.8	3.4
(Profit)/loss from discontinued operations *	(54.1)	(37.0)
Significant items applicable to discontinued operations	119.1	(11.0)
Profit/(loss) before net financing costs and income tax expense from continuing operations	113.8	(44.6)
Net financing costs from continuing operations	(44.6)	(46.9)
Profit/(loss) before tax from continuing operations	69.2	(91.5)

* represents segment earnings from the Gypsum and discontinued segment.

	Half-Year	Full Year
	31 Dec 2013 \$ millions	30 Jun 2013 \$ millions
Reconciliations of equity accounted investments in associates		
Equity accounted investments in associates	33.4	34.6
Less equity accounted investments in associates to held for sale assets	(13.3)	-
Equity accounted investments in associates - continuing operations	20.1	34.6

Geographical information

For the half-year ended 31 December 2013, the Group's trading revenue from external customers in Australia amounted to \$2,126.2 million (2012: \$2,080.8 million), with \$355.3 million (2012: \$288.5 million) from the Plasterboard Asia operations, \$335.3 million (2012: \$266.1 million) relating to operations in the USA and \$57.5 million (2012: \$138.4 million) relating to discontinued operations. The Group's non-current assets (excluding deferred tax assets and other financial assets) in Australia* amounted to \$2,228.3 million (30 June 2013: \$2,576.1 million), with Nil (30 June 2013: \$1,134.1 million) in Asia* and \$632.7 million (30 June 2013: \$618.1 million) in the USA.

In presenting information on a geographical basis, segment revenues are based on the geographical location of customers, while segment assets are based on the geographical location of assets.

* Boral Gypsum's non-current assets in Australia and Asia have been classified as "Held for Sale" at 31 December 2013. Refer note 3 of the half-year financial report.

Notes to the Financial Report

BORAL LIMITED AND CONTROLLED ENTITIES

2. SEGMENTS (continued)

	Half-Year 31 Dec 2013 \$ millions	Half-Year 31 Dec 2012 \$ millions	Half-Year 31 Dec 2013 \$ millions	Half-Year 31 Dec 2012 \$ millions	Half-Year 31 Dec 2013 \$ millions	Half-Year 31 Dec 2012 \$ millions
	TOTAL REVENUE		INTERNAL REVENUE		EXTERNAL REVENUE	
Construction Materials & Cement	1,712.7	1,677.9	16.5	18.7	1,696.2	1,659.2
Building Products	248.4	248.9	0.6	0.4	247.8	248.5
Boral Gypsum *	537.5	461.6	-	-	537.5	461.6
Boral USA	335.7	266.3	0.4	0.2	335.3	266.1
Discontinued Operations	57.5	138.4	-	-	57.5	138.4
	2,891.8	2,793.1	17.5	19.3	2,874.3	2,773.8

	OPERATING PROFIT (EXCLUDING ASSOCIATES)		EQUITY ACCOUNTED RESULTS OF ASSOCIATES		PROFIT BEFORE NET FINANCING COSTS AND INCOME TAX EXPENSE	
Construction Materials & Cement	144.9	140.4	10.3	5.9	155.2	146.3
Building Products	5.3	(18.4)	-	-	5.3	(18.4)
Boral Gypsum *	50.1	36.6	4.5	5.4	54.6	42.0
Boral USA	(29.6)	(38.4)	(0.3)	(0.3)	(29.9)	(38.7)
Discontinued Operations	(0.5)	(5.0)	-	-	(0.5)	(5.0)
Unallocated	(16.8)	(13.8)	-	-	(16.8)	(13.8)
	153.4	101.4	14.5	11.0	167.9	112.4
Significant items (refer note 6)	(119.1)	(109.0)	-	-	(119.1)	(109.0)
	34.3	(7.6)	14.5	11.0	48.8	3.4

	SEGMENT ASSETS (EXCLUDING INVESTMENTS IN ASSOCIATES)		EQUITY ACCOUNTED INVESTMENTS IN ASSOCIATES		TOTAL ASSETS	
	Half-Year 31 Dec 2013 \$ millions	Full Year 30 Jun 2013 \$ millions	Half-Year 31 Dec 2013 \$ millions	Full Year 30 Jun 2013 \$ millions	Half-Year 31 Dec 2013 \$ millions	Full Year 30 Jun 2013 \$ millions
Construction Materials & Cement	2,747.7	2,752.2	20.1	20.7	2,767.8	2,772.9
Building Products	519.0	529.4	-	-	519.0	529.4
Boral Gypsum *	1,656.8	1,707.7	13.3	13.9	1,670.1	1,721.6
Boral USA	859.4	842.5	-	-	859.4	842.5
Discontinued Operations	-	41.1	-	-	-	41.1
Unallocated	64.9	54.7	-	-	64.9	54.7
	5,847.8	5,927.6	33.4	34.6	5,881.2	5,962.2
Cash and cash equivalents and cash on deposit	262.9	220.5	-	-	262.9	220.5
Deferred tax assets	154.7	133.7	-	-	154.7	133.7
	6,265.4	6,281.8	33.4	34.6	6,298.8	6,316.4

	LIABILITIES		DEPRECIATION AND AMORTISATION	
	Half-Year 31 Dec 2013 \$ millions	Full Year 30 Jun 2013 \$ millions	Half-Year 31 Dec 2013 \$ millions	Half-Year 31 Dec 2012 \$ millions
Construction Materials & Cement	543.2	533.5	82.1	90.8
Building Products	95.9	108.5	11.7	17.7
Boral Gypsum *	208.3	174.6	22.5	20.2
Boral USA	116.7	134.9	21.5	21.3
Discontinued Operations	-	21.7	0.7	0.9
Unallocated	214.3	206.5	0.5	0.4
	1,178.4	1,179.7	139.0	151.3
Loans and borrowings	1,652.2	1,666.5	-	-
Tax liabilities	65.3	76.7	-	-
	2,895.9	2,922.9	139.0	151.3

* The Gypsum division is shown as part of "Discontinued Operations" in the Income Statement.

Notes to the Financial Report

BORAL LIMITED AND CONTROLLED ENTITIES

		CONSOLIDATED	
		Half-Year	Half-Year
	Note	31 Dec 2013	31 Dec 2012
		\$ millions	\$ millions

3. DISCONTINUED OPERATIONS AND ASSETS HELD FOR SALE

During the period, the Group sold its Windows business and as a result, its earnings for the current and comparative periods have been reclassified to "Discontinued Operations" in the Income Statement.

During the period, the Group also announced that the plasterboard operations in Australia and Asia will form a joint venture with USG Corporation. This results in Boral Gypsum net assets being classified as "Held for Sale" at 31 December 2013, and the earnings classified as "Discontinued Operations" in the Income Statement.

The 31 December 2012 comparatives also include the discontinued operations relating to former Asian Construction Materials and East Coast Masonry businesses, which were disposed of during financial year ended 2013.

Results of discontinued operations

Revenue		595.0	600.0
Expenses		(545.4)	(568.4)
Share of net profit of associates	9	4.5	5.4
Trading profit before significant items, net financing costs and income tax expense *		54.1	37.0
Loss on fair value remeasurement of Gypsum net assets together with divestment costs	6	(115.2)	-
Gain/(loss) on sale of discontinued operations	6	(3.9)	11.0
Profit/(loss) before net financing costs and income tax expense		(65.0)	48.0
Net financing costs		(2.0)	(3.1)
Profit/(loss) before income tax expense		(67.0)	44.9
Income tax expense	5	(13.5)	(4.6)
Net profit/(loss)		(80.5)	40.3
Attributable to:			
Members of the parent entity		(84.7)	36.4
Non-controlling interest		4.2	3.9
Net profit/(loss)		(80.5)	40.3

* represents segment earnings from the Gypsum and discontinued segment.

Basic earnings per share		(10.9c)	4.8c
Diluted earnings per share		(10.9c)	4.7c

Cash flows from/(used in) discontinued operations

Net cash from operating activities		60.9	36.6
Net cash from/(used in) investing activities		(3.2)	31.8
Net cash used in financing activities		(6.8)	(2.5)
Net cash from discontinued operations		50.9	65.9

Notes to the Financial Report

BORAL LIMITED AND CONTROLLED ENTITIES

CONSOLIDATED

Half-Year 31 Dec 2013	Half-Year 31 Dec 2012
\$ millions	\$ millions

3. DISCONTINUED OPERATIONS AND ASSETS HELD FOR SALE (continued)

Effect of disposal on the financial position of the Group

During the current period the Group disposed of its Windows business. In prior half-year to 31 December 2012, the Group disposed of its Thailand Construction Materials business and received final proceeds from the Indonesian Construction Materials disposal.

Consideration	16.8	32.3
Cash	(2.1)	(4.3)
Trade and other receivables	(21.3)	(18.2)
Inventories	(13.2)	(3.1)
Property, plant and equipment	(6.7)	(4.4)
Intangible assets	-	(0.6)
Other assets	(0.2)	(2.4)
Payables	16.9	13.7
Provisions	5.9	1.1
Net assets disposed	(20.7)	(18.2)

Foreign currency translation reserve transferred to net profit on disposal of controlled entities	-	(3.1)
---	---	-------

Gain/(loss) on disposal of discontinued operations before income tax expense	(3.9)	11.0
---	--------------	-------------

Consideration	16.8	32.3
Cash and cash equivalents disposed	(2.1)	(4.3)
Add: Deferred consideration received/(receivable)	(1.5)	31.9
Consideration (net of disposal costs)	13.2	59.9

CONSOLIDATED

31 Dec 2013	30 Jun 2013
\$ millions	\$ millions

Assets and liabilities classified as held for sale

Trade and other receivables	188.9	-
Inventories	77.3	-
Investments accounted for using the equity method	13.3	-
Property, plant and equipment	797.7	-
Intangible assets	587.0	-
Deferred tax assets	1.1	-
Other assets	4.8	-
Assets classified as held for sale	1,670.1	-
Payables	140.6	-
Other financial liabilities	0.8	-
Tax liabilities	31.3	-
Provisions	35.6	-
Liabilities classified as held for sale	208.3	-
Net assets	1,461.8	-

Notes to the Financial Report

BORAL LIMITED AND CONTROLLED ENTITIES

		CONSOLIDATED	
	Note	Half-Year 31 Dec 2013 \$ millions	Half-Year 31 Dec 2012 \$ millions
4. OPERATING PROFIT			
REVENUE FROM CONTINUING OPERATIONS			
Sale of goods		2,233.7	2,119.2
Rendering of services		45.6	54.6
Revenue from continuing operations		2,279.3	2,173.8
OTHER INCOME FROM CONTINUING OPERATIONS			
Net profit on sale of assets		2.2	10.3
Other income		4.6	1.0
Other income from continuing operations		6.8	11.3
OTHER EXPENSES FROM CONTINUING OPERATIONS			
Significant items	6	-	120.0
Net foreign exchange loss		0.3	0.4
Other expenses from continuing operations		0.3	120.4
5. INCOME TAX EXPENSE			
Reconciliation of income tax expense to prima facie tax payable			
Income tax expense/(benefit) on profit at Australian tax rates 30% (2012: 30%)		0.7	(14.0)
Variation between Australian and overseas tax rates		(3.7)	(6.6)
Share of associates' net income and franked dividend income		(4.3)	(3.3)
Capital loss not brought to account		1.5	-
Deferred taxes on disposal		3.2	-
Fair value remeasurement of Gypsum net assets together with divestment costs		29.0	-
Prior year underprovision		1.1	-
Other items		(0.4)	0.2
Income tax expense/(benefit)		27.1	(23.7)
Income tax expense/(benefit) relating to continuing operations		13.6	(28.3)
Income tax expense/(benefit) relating to discontinued operations		13.5	4.6
		27.1	(23.7)

Notes to the Financial Report

BORAL LIMITED AND CONTROLLED ENTITIES

CONSOLIDATED

Half-Year 31 Dec 2013 \$ millions	Half-Year 31 Dec 2012 \$ millions
---	---

6. SIGNIFICANT ITEMS

Net profit includes the following items whose disclosure is relevant in explaining the financial performance of the Group:

Continuing operations

Curtailment of clinker operations at Waurm Ponds	-	(113.3)
Organisational restructure costs	-	(6.7)
Total significant items before tax, from continuing operations	-	(120.0)
Income tax benefit		31.9
Net significant items from continuing operations	-	(88.1)

Discontinued operations

Gain on disposal of Asian Construction Materials	-	11.0
Loss on disposal of Windows business	(3.9)	-
Loss on fair value remeasurement of Gypsum net assets together with divestment costs	(i) (115.2)	-
Total significant items before tax, from discontinued operations	(119.1)	11.0
Income tax benefit/(expense)	2.4	(0.4)
Net significant items from discontinued operations	(116.7)	10.6

Summary of significant items

Loss before interest and tax	(119.1)	(109.0)
Income tax benefit	2.4	31.5
Net significant items	(116.7)	(77.5)

Notes to the Financial Report

BORAL LIMITED AND CONTROLLED ENTITIES

6. SIGNIFICANT ITEMS (continued)

Half-Year December 2013 Significant items

(i) Loss on fair value remeasurement of Gypsum net assets together with divestment costs

On 17 October 2013, the Group announced the sale of a 50% interest in its Australian and Asian plasterboard businesses. Completion of the sale of 50% of Boral Gypsum to USG Corporation will result in the deconsolidation of the Gypsum subsidiaries and recognition of a 50% interest in the new Joint Venture. As at 31 December 2013 the net assets of the Gypsum division have been reclassified on Boral's balance sheet as assets held for sale, resulting in a re-assessment of net assets at current exchange rates and comparison to the expected proceeds less costs to sell, resulting in a revaluation loss of \$115.2 million, including \$13 million in respect of revaluation of financial instruments associated with the transaction.

Exchange gains currently held in the Foreign Currency Translation reserve, which represent the foreign exchange movement during the period from acquisition to the date of disposal (which at 31 December 2013 totalled \$155 million), are unable to be recognised until completion of the transaction. Recognition of these exchange gains will offset the revaluation recorded at 31 December 2013.

The final disposal entries will be calculated taking into account fair value calculations, working capital adjustments and foreign exchange rates as at the date of completion which is expected by 28 February 2014.

Half-Year December 2012 Significant items

Curtailement of clinker operations at Waurin Ponds

On 6 December 2012, the Group announced the indefinite suspension of its clinker manufacturing operations at the Waurin Ponds cement works in Victoria. This resulted in impairment of assets of \$100.4 million together with closure and restructure costs of \$12.9 million.

Organisational restructure costs

Redundancies and restructuring costs of \$6.7 million were incurred during the half year ended 31 December 2012, as part of a broader organisational restructure exercise to streamline the organisation and align with current market conditions.

Summary of significant items before interest and tax by segment	CONSOLIDATED	
	Half-Year 31 Dec 2013 \$ millions	Half-Year 31 Dec 2012 \$ millions
Construction Materials & Cement	-	(117.0)
Building Products	-	(1.6)
Boral Gypsum *	(115.2)	-
Boral USA	-	-
Discontinued Operations	(3.9)	11.0
Unallocated	-	(1.4)
	(119.1)	(109.0)

* The Gypsum division is shown as part of "Discontinued Operations" in the Income Statement.

Notes to the Financial Report

BORAL LIMITED AND CONTROLLED ENTITIES

7. EARNINGS PER SHARE

Classification of securities as ordinary shares

Only ordinary shares have been included in basic earnings per share.

Classification of securities as potential ordinary shares

Options outstanding under the Executive Share Option Plan and Share Performance Rights have been classified as potential ordinary shares and are included in diluted earnings per share only.

	CONSOLIDATED	
	Half-Year 31 Dec 2013 \$ millions	Half-Year 31 Dec 2012 \$ millions
Earnings reconciliation		
Net profit before significant items and non-controlling interests	91.8	54.6
Profit attributable to non-controlling interests	(1.4)	(2.4)
Net profit excluding significant items	90.4	52.2
Net significant items	(116.7)	(77.5)
Net profit/(loss) attributable to members of the parent entity	(26.3)	(25.3)

Earnings reconciliation - continuing operations

Net profit before significant items and non-controlling interests	55.6	24.9
Loss attributable to non-controlling interests	2.8	1.5
Net profit excluding significant items	58.4	26.4
Net significant items	-	(88.1)
Net profit/(loss) attributable to members of the parent entity - continuing operations	58.4	(61.7)

	CONSOLIDATED	
	Half-Year 31 Dec 2013	Half-Year 31 Dec 2012
Weighted average number of ordinary shares used as the denominator		
Number for basic earnings per share	776,750,626	763,059,621
Effect of potential ordinary shares	8,470,578	7,890,464
Number for diluted earnings per share	785,221,204	770,950,085
Basic earnings per share		
Basic earnings per share	(3.4c)	(3.3c)
Diluted earnings per share	(3.4c)	(3.3c)
Basic earnings per share (excluding significant items)		
Basic earnings per share (excluding significant items)	11.6c	6.8c
Diluted earnings per share (excluding significant items)	11.5c	6.8c
Basic earnings per share (continuing operations)		
Basic earnings per share (continuing operations)	7.5c	(8.1c)
Diluted earnings per share (continuing operations)	7.4c	(8.1c)

The average market value of the Company's shares for the purpose of calculating the dilutive effect of share options was based on quoted market prices for the period that the options were outstanding.

Notes to the Financial Report

BORAL LIMITED AND CONTROLLED ENTITIES

8. DIVIDENDS

	Amount per share	Total amount \$ millions	Franked amount per share	Date of payment
For the half-year ended 31 December 2013				
Final June 2013 - ordinary	6.0 cents	46.4	6.0 cents	27 September 2013
Total		46.4		

For the half-year ended 31 December 2012

Final June 2012 - ordinary	3.5 cents	26.6	3.5 cents	28 September 2012
Total		26.6		

Subsequent Event

Since the end of the period, the Directors have declared the following dividend:

Interim - ordinary	7.0 cents	54.5	7.0 cents	24 March 2014
--------------------	------------------	-------------	------------------	----------------------

The financial effect of the interim dividend for December 2013 has not been brought to account in the financial report for the period ended 31 December 2013 but will be recognised in subsequent financial reports.

Dividend Reinvestment Plan

The Company's Dividend Reinvestment Plan (DRP) will operate in respect of the payment of the interim dividend and the last date for the receipt of an election notice for participation in the plan is 24 February 2014. Following this interim dividend, the DRP will be suspended until further notice.

Notes to the Financial Report

BORAL LIMITED AND CONTROLLED ENTITIES

9. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

Name	Principal activity	Balance date	OWNERSHIP INTEREST CONSOLIDATED	
			31 Dec 2013 %	30 Jun 2013 %
DETAILS OF INVESTMENTS IN ASSOCIATES				
Bitumen Importers Australia Pty Ltd	Bitumen importer	30-Jun	50	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
Penrith Lakes Development Corporation 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
US Tile LLC	Roof tiles	31-Dec	50	50

* Boral will form a joint venture with USG Corporation in the second half of financial year 2014. This results in the investment in associates of the Gypsum division being classified as "Held for Sale" at 31 December 2013, and the share of associates' net profit being classified as "Discontinued Operations" in the Income Statement.

	CONSOLIDATED	
	Half-Year 31 Dec 2013 \$ millions	Half-Year 31 Dec 2012 \$ millions
RESULTS OF ASSOCIATES		
Share of associates' profit before income tax expense	20.3	15.4
Share of associates' income tax expense	(5.8)	(4.4)
	14.5	11.0
Less share of associates' net profit relating to discontinued operations *	(4.5)	(5.4)
Share of associates' net profit - equity accounted relating to continuing operations	10.0	5.6

MATERIAL INTERESTS IN ASSOCIATES

Share of associate's net profit - equity accounted

Rondo Building Services Pty Ltd	4.5	5.4
Sunstate Cement Ltd	3.6	4.0
Penrith Lakes Development Corporation Ltd	5.6	-

	CONSOLIDATED		
	Half-Year 31 Dec 2013	Full Year 30 Jun 2013	Half-Year 31 Dec 2012

10. NET TANGIBLE ASSET BACKING

Net tangible asset backing per ordinary security **	\$3.24	\$3.17	\$3.29
---	--------	--------	--------

** Includes intangible assets included in assets classified as "Held for Sale" at 31 December 2013.

Notes to the Financial Report

BORAL LIMITED AND CONTROLLED ENTITIES

	CONSOLIDATED	
	31 Dec 2013 \$ millions	30 Jun 2013 \$ millions
11. LOANS AND BORROWINGS		
CURRENT		
Bank overdrafts - unsecured	4.0	14.2
Bank loans - unsecured	50.3	54.4
Other loans - unsecured	58.9	56.9
Finance lease liabilities	1.6	1.4
	114.8	126.9
NON-CURRENT		
Bank loans - unsecured	376.5	432.2
Other loans - unsecured	1,154.8	1,101.0
Finance lease liabilities	6.1	6.4
	1,537.4	1,539.6
TOTAL	1,652.2	1,666.5

TERM AND DEBT REPAYMENT SCHEDULE

Terms and conditions of outstanding loans were as follows:

	CONSOLIDATED				
				31 Dec 2013	30 Jun 2013
	Currency	Effective interest rate 31 Dec 2013	Calendar year of maturity	Carrying amount \$ millions	Carrying amount \$ millions
CURRENT					
Bank overdrafts - unsecured	Multi	6.03%	2014	4.0	14.2
Bank loans - unsecured	Multi	5.63%	2014	50.3	54.4
US senior notes - unsecured	USD	7.01%	2014	58.4	56.2
Other loans - unsecured	Multi	6.19%	2014	0.5	0.7
Finance lease liabilities	Multi	6.56%	2014	1.6	1.4
				114.8	126.9
NON-CURRENT					
Syndicated term credit facility - unsecured	USD	2.32%	2015	154.4	75.6
Syndicated loan facility - unsecured	AUD	4.65%	2016	200.0	300.0
Bank loans - unsecured	Multi	7.98%	2015-2017	22.1	56.6
US senior notes - unsecured	USD	6.32%	2015-2020	965.0	930.4
CHF notes - unsecured	CHF	2.25%	2020	186.2	166.8
Other loans - unsecured	AUD	8.93%	2015-2022	3.6	3.8
Finance lease liabilities	Multi	6.22%	2015-2018	6.1	6.4
				1,537.4	1,539.6
TOTAL				1,652.2	1,666.5

Notes to the Financial Report

BORAL LIMITED AND CONTROLLED ENTITIES

	Consolidated	
	Half-Year 31 Dec 2013 \$ millions	Full Year 30 Jun 2013 \$ millions

12. ISSUED CAPITAL

778,739,826 (30 Jun 2013: 774,000,641) ordinary shares	2,455.4	2,433.8
--	----------------	---------

MOVEMENTS IN ISSUED CAPITAL

Balance at the beginning of the period	2,433.8	2,368.4
4,739,185 (30 Jun 2013: 6,973,870) shares issued under the Dividend Reinvestment Plan	21.6	29.4
Nil (30 Jun 2013: 8,319,496) shares issued under the Dividend Reinvestment Plan underwriting agreement	-	35.5
Nil (30 Jun 2013: 135,135) shares issued on vesting of rights	-	0.5
Balance at the end of the period	2,455.4	2,433.8

Holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at shareholders' meetings.

In the event of a winding up of Boral Limited, ordinary shareholders rank after creditors and are fully entitled to any proceeds of liquidation.

13. RESERVES

Foreign currency translation reserve	138.9	81.9
Hedging reserve - cash flow hedges	4.8	2.4
Other reserve	(66.3)	(66.3)
Share-based payments reserve	60.1	56.4
Balance at the end of the period	137.5	74.4

Notes to the Financial Report

BORAL LIMITED AND CONTROLLED ENTITIES

14. CONTINGENT LIABILITIES

Boral Limited 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 and its associates 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.

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 Report

BORAL LIMITED AND CONTROLLED ENTITIES

15. ACQUISITIONS

There were no acquisitions during the current and prior half-year.

CONSOLIDATED

Half-Year 31 Dec 2013	Half-Year 31 Dec 2012
\$ millions	\$ millions

16. NOTES TO STATEMENT OF CASH FLOWS

(i) Reconciliation of cash and cash equivalents

Cash includes cash on hand, at bank and short-term deposits at call, net of outstanding bank overdrafts. Cash as at the end of the financial period as shown in the statement of cash flows is reconciled to the related items in the balance sheet as follows:

Cash and cash equivalents	262.9	186.0
Bank overdrafts	(4.0)	(12.6)
	258.9	173.4

(ii) Non-cash items

The following non-cash financing and investing activities have not been included in the statement of cash flows:

Dividends reinvested under the Dividend Reinvestment Plan	21.6	11.5
---	-------------	------

(iii) Restructure costs paid

During the half year, the Group incurred costs associated with:

Restructure and business closure costs	23.7	18.5
--	-------------	------

Notes to the Financial Report

BORAL LIMITED AND CONTROLLED ENTITIES

17. FAIR VALUE HIERARCHY OF FINANCIAL INSTRUMENTS

The fair value measurement principles adopted in this report are consistent with those applied in the Group's Annual Financial Report for the year ended 30 June 2013.

The table below analyses financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 - Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (ie as prices) or indirectly (ie derived from prices).

Level 3 - Inputs for asset or liability that are not based on observable market data.

The Groups' financial instruments that are measured and recognised at fair value include:

- financial assets, including derivatives used for hedging (forward exchange contracts, commodity swaps, commodity options, cross currency swaps);
- financial liabilities, including derivatives used for hedging (forward exchange contracts, interest rate swaps, cross currency swaps, currency options).

The following table presents the Group's financial assets and liabilities that are measured at fair value:

31 December 2013	Level 1	Level 2	Level 3	Total
	\$ millions	\$ millions	\$ millions	\$ millions
Assets				
Derivatives used for hedging	-	55.0	-	55.0
Derivatives at fair value through profit or loss	-	-	-	-
Total assets	-	55.0	-	55.0
Liabilities				
Derivatives used for hedging *	-	24.5	-	24.5
Derivatives at fair value through profit or loss	-	13.0	-	13.0
Total liabilities	-	37.5	-	37.5

* Includes \$0.8 million being classified as "Held for Sale" at 31 December 2013.

30 June 2013	Level 1	Level 2	Level 3	Total
	\$ millions	\$ millions	\$ millions	\$ millions
Assets				
Derivatives used for hedging	-	35.1	-	35.1
Total assets	-	35.1	-	35.1
Liabilities				
Derivatives used for hedging	-	33.5	-	33.5
Total liabilities	-	33.5	-	33.5

Statutory Statements

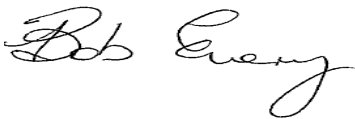
BORAL LIMITED AND CONTROLLED ENTITIES

Directors' Declaration

In the opinion of the Directors of Boral Limited:

1. The financial statements and notes set out on pages 3 to 24, are in accordance with the *Corporations Act 2001*, including:
 - (a) giving a true and fair view of the financial position of the consolidated entity as at 31 December 2013 and of its performance, as represented by the results of its operations and cash flows, 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; and
2. There are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the Directors:



Dr Bob Every AO
Director



Mike Kane
Director

Sydney, 12 February 2014



Independent Auditor's Review Report to the Members of Boral Limited

Report on the Financial Report

We have reviewed the accompanying half-year financial report of Boral Limited, which comprises the consolidated balance sheet as at 31 December 2013, consolidated income statement, consolidated statement of comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half-year ended on that date, notes 1 to 17 comprising a summary of significant accounting policies and other explanatory information and the Directors' Declaration of the Group comprising the company and the entities it controlled at the half-year's end or from time to time during the half-year.

Directors' Responsibility for the Half-Year Financial Report

The Directors of the company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the Directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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 a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the Group's financial position as at 31 December 2013 and its performance for the half-year ended on that date; and complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As auditor of Boral Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

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.

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Boral Limited is not in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the Group's financial position as at 31 December 2013 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

Kenneth Reid
Partner

Sydney, 12 February 2014