



Boral Limited

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27 August 2014

The Manager, Listings
Australian Securities Exchange
ASX Market Announcements
Exchange Centre
20 Bridge Street
Sydney NSW 2000

Dear Sir

Results for full year ended 30 June 2014 – Investor Presentation

We attach a copy of the investor presentation in respect of Boral's full year results.

This presentation will be webcast on Boral's website at www.boral.com.au from 2.00pm (Sydney time) today.

Yours faithfully

Dominic Millgate
Company Secretary



RESULTS

For the full year to 30 June 2014

27 August 2014



Agenda



- **Results Overview**

Mike Kane

- **Financial Results**

Ros Ng

- **Strategic Priorities & Outlook**

Mike Kane

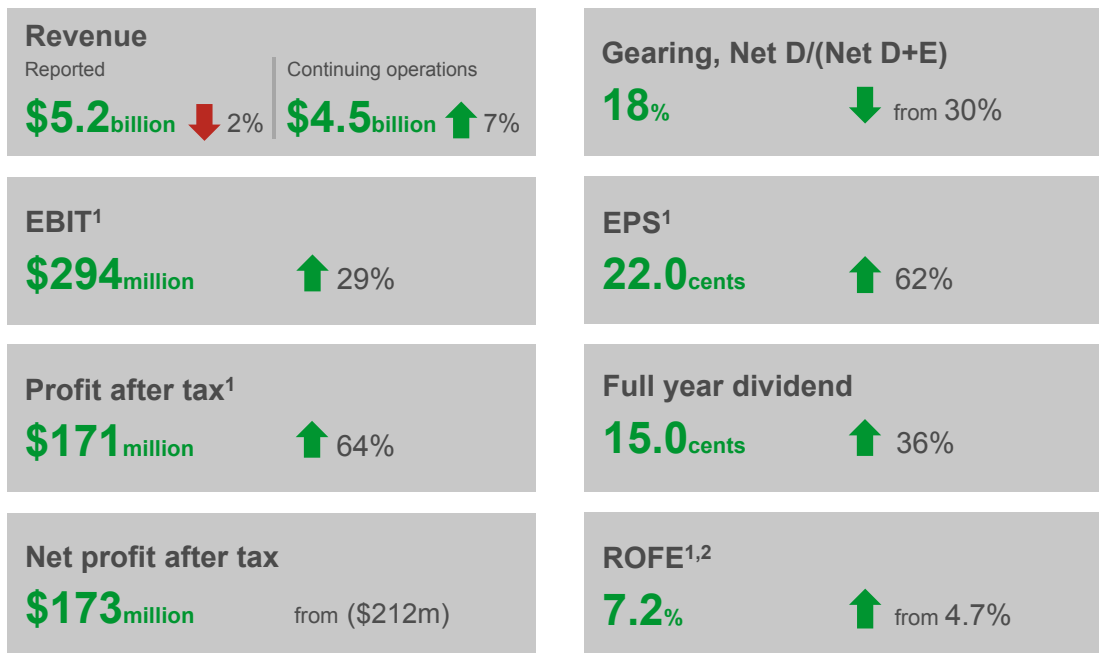


Boral Brick, Cultured Stone® and TruExterior® Trim products used at Marymont Springs residential construction in Nashville, TN

Front cover photos: Launch of the new USG Boral business at DesignEx (left) and on-site concrete batch plant at Port Botany expansion project, NSW (right; photo supplied by Laing O'Rourke)

Full year result highlights

Improved results with strong uplift in earnings and net profit



1. Excluding significant items

2. Return on funds employed as at 30 June 2014

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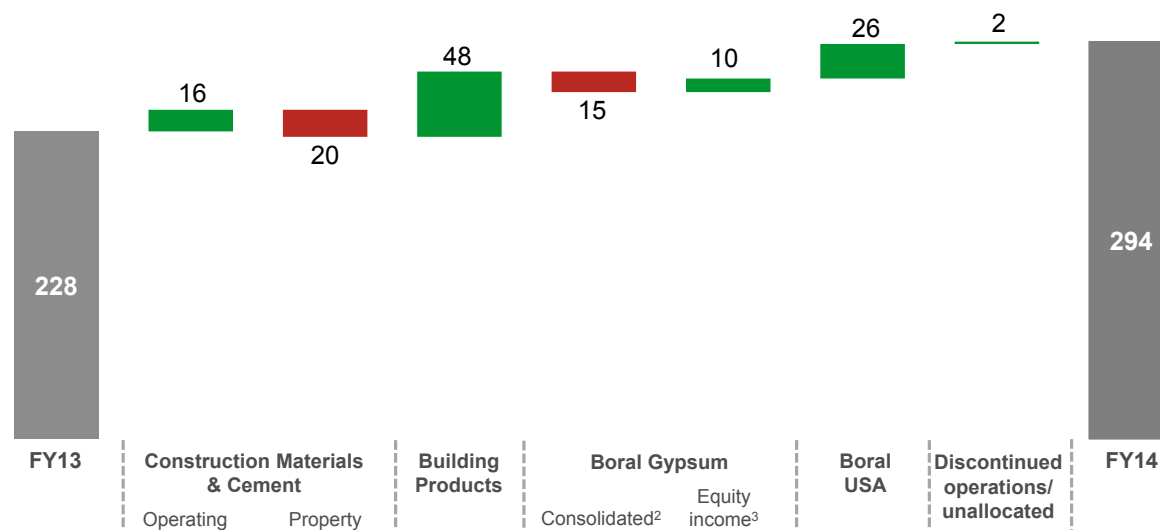
Improved earnings performance

Earnings growth underpinned by *Fix, Execute, Transform* strategy



EBIT¹ variance

FY2014 vs FY2013 (A\$m)



1. Excluding significant items

2. FY2014 includes consolidated Gypsum results for period Jul-13 to Feb-14. FY2013 includes full 12 months consolidated earnings from Gypsum business

3. Equity income from Mar-14 following formation of USG Boral JV

(Figures may not add due to rounding)

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Better market conditions across all regions

Positive movements across most markets except RHS&B in Australia



FY2014f vs FY2013

USA

Total housing starts ¹	↑ 9%
Single-family housing starts	
– Total USA ¹	↑ 5%
– Boral Brick States ²	↑ 7%
– Boral Tile States ²	↑ 7%
Non-residential activity ³	↑ 12%

Asia⁷

Korea	↑
Thailand	↑
China	—
Indonesia	↑

Australia

RHS&B (VWD) ⁴	↓ 10%
Non-residential (VWD) ⁵	↑ 5%
Total housing starts ⁶	↑ 11%
– Detached housing starts ⁶	↑ 10%
– Multi-residential starts ⁶	↑ 13%
Alterations & additions (VWD) ⁵	↑ 3%

1. US Census seasonally adjusted data
2. 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.
3. McGraw Hill / Dodge value of work completed. Forecast used for Jun-14 quarter
4. RHS&B refers to roads, highways, subdivisions and bridges and is forecast to be down by 10% in FY2014F based on average of BIS and Macromonitor
5. Value of work done (VWD) from ABS in 2011/12 constant prices. BIS forecast used for Jun-14 quarter
6. ABS original data. HIA forecast used for Jun-14 quarter
7. 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

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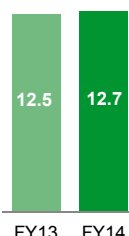
ROFE improvement across all divisions

Positive results from portfolio reshaping, cost down and debt reduction



Construction Materials & Cement

ROFE¹ %

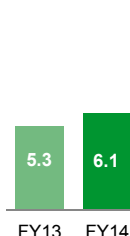


Solid returns with further gains

- Benefits from **restructuring initiatives, ongoing major project activity** and **favourable weather conditions**
- Offset by \$20m lower contribution from Property sales
- **Focus on lifting returns** through cost controls & price management

Boral Gypsum²

ROFE^{1,2} %

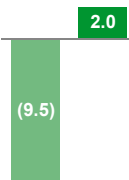


Strong foundation for future returns

- **Strong underlying business** performance in Australia & Asia
- Benefits from **market growth** and **product penetration**
- Higher utilisation, new products & technologies and market growth will deliver **further gains**

Building Products

ROFE¹ %

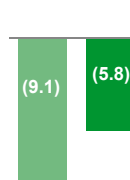


Significant turnaround

- **Restructuring** in FY2013 and FY2014 delivering benefits
- **Improved housing construction** activity, particularly in NSW and WA
- Further portfolio restructuring required

Boral USA

ROFE¹ %



Significant market leverage

- Continuing reduction in losses with **housing market recovery**
- Expect significant lift in returns as **market recovery continues** and further improvements implemented

1. EBIT return on year-end divisional funds employed (segment assets less segment liabilities). EBIT excludes significant items
2. Based on USG Boral's underlying EBIT return on funds employed

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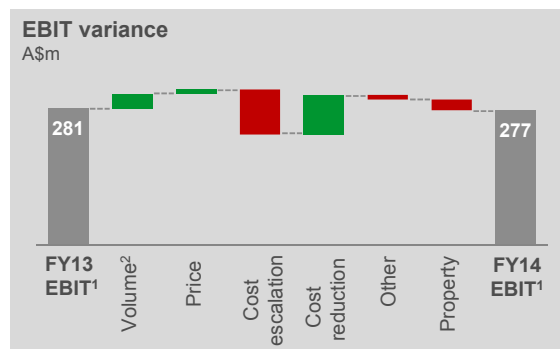


Construction Materials & Cement

Strong Cement result offsets lower Asphalt and Property contributions



A\$m	FY2014	FY2013	Var, %
Revenue	3,287	3,142	5
EBITDA ¹	445	465	(4)
EBIT¹	277	281	(1)
EBIT ROS, %	8.4	8.9	
Net Assets	2,171	2,239	
ROFE ¹ , %	12.7	12.5	



1. Excluding significant items

2. Relates to Quarries, Concrete and Cement businesses only

Revenue

\$3.3b ↑ 5%

EBIT

\$277m ↓ 1%

- **Improvements in Cement and Quarries** offset by lower earnings in Asphalt, Concrete, Concrete Placing and Property
- **Concrete** volumes up 7% and **Quarries** up 4% from steady flow of major project work and improved residential & non-residential market demand in NSW and WA
- **Cement** EBIT up \$32m, largely from restructuring benefits and higher volumes
- **Asphalt** impacted by continued decline in RHS&B activity and increased competitive pressures, especially in QLD and VIC
- **Property** EBIT down \$20m on FY2013
- Result includes \$10m equity-accounted income from **PLDC** relating to reassessment of rehabilitation obligations

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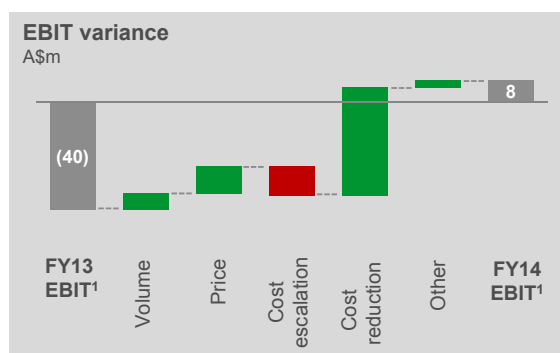


Building Products

Successful restructuring & market improvements drive return to profitability



A\$m	FY2014	FY2013	Var, %
Revenue	487	466	5
EBITDA ¹	29	(5)	
EBIT¹	8	(40)	
EBIT ROS, %	1.7	(8.6)	
Net Assets	409	421	
ROFE ¹ , %	2.0	(9.5)	



1. Excluding significant items

Revenue

\$487m ↑ 5%

EBIT

\$8m ↑ from (\$40m)

- **Significant \$48m EBIT turnaround** reflecting successful restructuring and increased housing activity
- Improved EBIT reflects:
 - **Restructuring initiatives** including headcount reductions
 - **Improved operational performance** and **production volume leverage**
 - **Higher sales volumes** and **improved pricing outcomes** across all products
 - **Depreciation benefit** from prior period asset impairment
- **Bricks:** Strong volume growth in NSW, QLD and WA; modest pricing gains; continuing soft levels of activity in VIC
- **Roofing:** Modest volume and price growth
- **Timber:** Softwood volume & price growth offset by flat volumes in Hardwood

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Boral Gypsum – “Reported”

Results impacted by newly formed 50%-owned USG Boral joint venture



Reported Gypsum business result

A\$m	FY2014	FY2013	Var, %
Revenue ¹	691	919	(25)
EBIT	67	83	(18)
EBIT ROS, %	9.7	9.0	
Equity income ^{2, 3}	10	-	
Reported EBIT²	77	83	(7)

Underlying Gypsum business result

A\$m	FY2014	FY2013	Var, %
Revenue	1,091	919	19
- Australia	371	335	11
- Asia	720	584	23
EBITDA ²	148	125	18
EBIT²	102	83	23
EBIT ROS, %	9.3	9.0	
Net Assets	1,666	1,547	
ROFE ² , %	6.1	5.3	

1. FY2014 consolidated results for period 1 July 2013 to 28 February 2014; FY2013 results for 12 months to 30 June 2013
2. Excluding restructuring costs included in significant items
3. Equity accounted profits following formation of joint venture with USG on 28 February 2014

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Reported Revenue

\$691m ↓ 25%

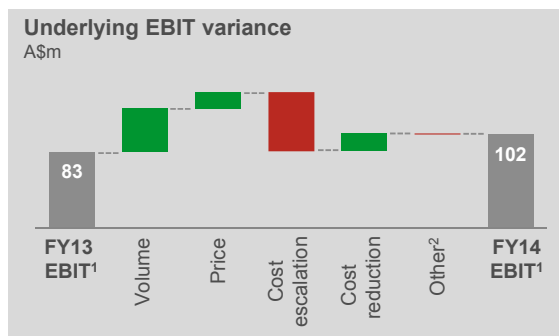
Reported EBIT

\$77m ↓ 7%

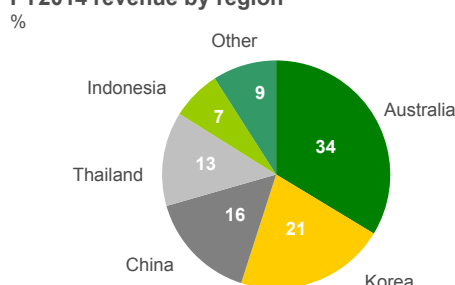
- **USG Boral JV** from 1 March 2014
- Reported FY2014 EBIT reflects:
 - 8 months of 100% consolidated earnings from Gypsum business, together with
 - 4 months of 50%-owned equity accounted USG Boral JV earnings
- Integration now complete with **early benefits from USG adjacent products**
- **USG technology roll-out** on track to be available in key markets from 4Q CY2014
 - **Synergies of US\$50m** expected within 3 years of full technology roll-out
- Restructuring costs in significant items:
 - On a 100% pre-tax basis of \$10m
 - Boral's 50% share post tax of \$3.8m

Boral Gypsum – “Underlying”

Underlying business is growing steadily as market conditions strengthen



FY2014 revenue by region



1. Excluding significant items
2. Includes currency translation impact

Underlying Revenue

\$1.1b ↑ 19%

Underlying EBIT

\$102m ↑ 23%

- **Australia EBIT** benefited from:
 - 7% growth in board volumes and 3-4% in prices; 9% increase in non-board revenue
 - Lower operational, manufacturing, distribution & overhead costs
- **Asia performance** driven by:
 - **Strong performance in Korea** with growth in board volumes, price and margins
 - **Continued market growth in Thailand** despite political unrest; volume growth offset by difficult pricing environment
 - **Return to profitability in China** with strong growth in board volumes
 - **Indonesia volume and price growth** more than offset by currency driven cost increases
- **Cost-down program** to offset cost of resources to support roll-out of technologies and expanded product portfolio

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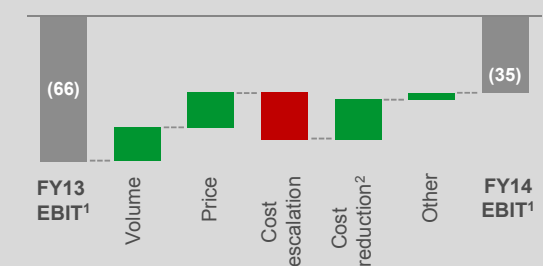
Boral USA

Broke through to profitability in fourth quarter despite a slowing rate of housing market recovery



A\$m	FY2014	FY2013	Var, %
Revenue	681	555	23
EBITDA ¹	3	(22)	
EBIT¹	(39)	(64)	40
EBIT ROS, %	(5.7)	(11.6)	
Revenue (US\$m)	622	569	9
EBIT¹ (US\$m)	(35)	(66)	46
Net Assets	664	708	
ROFE ¹ , %	(5.8)	(9.1)	

EBIT variance
US\$m



1. Excluding significant items

2. Includes production volume leverage impact

Revenue

A\$681m ↑ 23%

EBIT

A(\$39m) ↑ 40%

- **Improved performance** underpinned by continued growth in US housing construction
 - Total US housing starts growth up 9% driven by multi-family dwellings up 18% and single-family dwellings up 5%
- **EBIT loss reduced by US\$31m** due to:
 - **Strong volume gains** across all businesses
 - **Solid price gains** in Concrete Roofing, Fly Ash and Concrete
 - Improved Brick **production volume leverage** and **ongoing cost reductions**
 - **Divestment** of Oklahoma concrete and sand operations
- Underlying US\$ **Cladding** revenue up 17% and **Roofing** revenue up 14%
- **Fly Ash & remaining Construction Materials** operations both profitable in FY2014

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Financial Results

Ros Ng – Chief Financial Officer

Strengthening financial performance

Underpinned by operational improvements, restructuring & market growth



A\$m	FY2014	FY2013	Var %
Revenue	5,204	5,286	(2)
EBITDA ¹	556	535	4
Depreciation and amortisation	(261)	(307)	
EBIT¹	294	228	29
Net interest ¹	(83)	(97)	
Tax ¹	(37)	(20)	
Non-controlling interests	(3)	(6)	
Profit after tax¹	171	104	64
Significant items (net)	2	(316)	
Net profit after tax	173	(212)	
<i>Underlying tax rate¹</i>	<i>17%</i>	<i>15%</i>	

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 underlying businesses. Further details of non-IFRS information is included in the Results Announcement while details of significant items are provided in Note 8 of the preliminary full year financial report. Non-IFRS information has not been subject to audit or review.

1. Excluding significant items
(Figures may not add due to rounding)

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Significant items

Gains from the completion of the USG Boral JV offset by costs of further business restructuring



A\$m	FY2014	Notes
Gypsum transaction	23	1
Restructure and capacity rationalisations		
USA – Bricks and Roofing	(30)	2
Australia – Maldon Cement Works	(14)	3
Australia – Construction Materials and Support Services	(17)	4
Sale of business and other	(4)	5
Interest	16	6
Earnings before tax	(27)	
Income tax benefit	29	
Significant items (net)	2	

Notes:

1. Relates to gain on completion of formation of USG Boral JV together with \$3.8m of equity accounted restructuring costs in the USG Boral JV
2. Impairments following closures of lone clay roof tile and Augusta brick paver plants in Boral USA, and costs associated with restructuring USA regional sales and management teams
3. Costs associated with the closure of off-white specialty cement kiln at Maldon, NSW
4. Restructure of Construction Materials QLD and Asphalt VIC in response to softer market activity, together with resizing of Support Services due to portfolio changes
5. Predominantly relates to disposal of Windows business and the costs associated with the proposed Australian east coast Bricks JV with CSR
6. Relates to resolution of tax issues with ATO

Non-IFRS Information – Management has provided an analysis of significant items reported during the period. These items have been considered in relation to their size and nature and have been adjusted from the reported information to assist users to better understand the performance of the underlying businesses. These items are detailed in Note 8 of the preliminary full year financial report and relate to amounts that are associated with significant business restructuring, business disposals, impairment or individual transactions.

(Figures may not add due to rounding)

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Cash generation improved significantly

Strong free cash flow in FY2014 halves net debt



Cash flow, A\$m	FY2014	FY2013
EBITDA¹	556	535
Change in working capital	91	(40)
Interest & tax	(66)	(92)
Equity earnings less dividends	(28)	(3)
Non cash items	(12)	(18)
Restructuring costs paid	(34)	(73)
Operating cash flow	507	309
Capital expenditure	(268)	(309)
Investments	(48)	-
Proceeds on disposal of assets ²	593	177
Free cash flow	783	177
Dividends paid – net DRP ³	(57)	-
Other items	(4)	2
	722	179

- **Operating cash flow up \$198m to \$507m due to:**
 - increased earnings
 - improved working capital management
 - 2H FY2014 benefited from sale of Quarrywest and Timber compensation
 - lower income tax payments due to timing of instalments
- **Total capex down 13% on FY2013**

Net debt reconciliation, A\$m	FY2014
Opening balance	(1,446)
Cash flow	722
Net cash disposed	(24)
Settlement of financial instruments	33
Non cash (FX)	(3)
Closing balance	(718)

1. Excluding significant items
 2. Excludes cash disposed of \$79m (FY2013: \$4m)
 3. DRP underwritten in respect of dividend paid in FY2013 (Figures may not add due to rounding)

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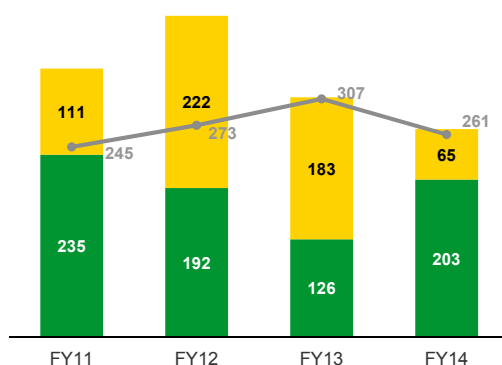
Capital expenditure remains constrained

An increase in SIB capex as growth capex reduced



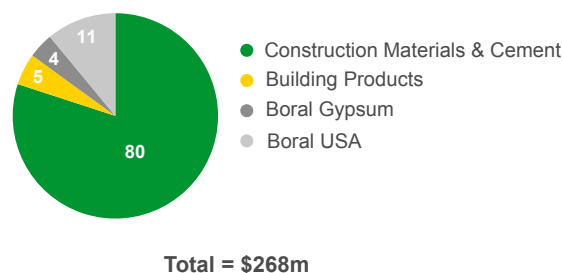
Total capital expenditure A\$m

■ SIB ■ Growth — Depreciation and amortisation



- **SIB capex at 78% of depreciation**
- Growth capex constrained to essential projects

FY2014 capital expenditure %



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

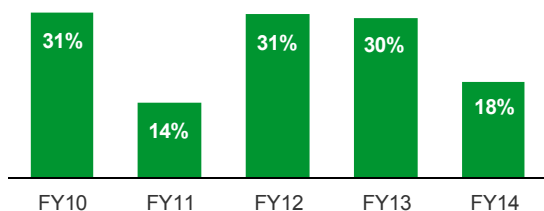
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Balance sheet

Significant reduction in net debt and gearing levels

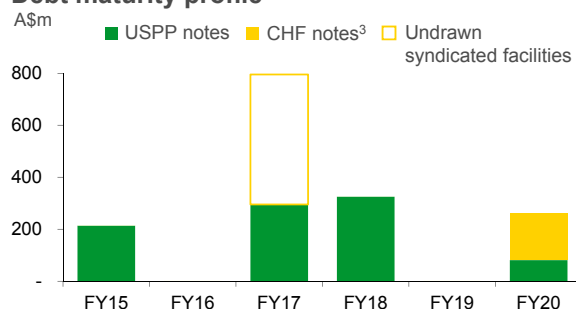


Gearing¹



- Net debt reduced to \$718m from \$1.45b
- Gearing covenant² at 26%; threshold is <60%
- Weighted average debt maturity ~ 3.4 years
- Weighted average cost of debt ~6.1% p.a.
- Committed undrawn bank debt facilities of \$500m

Debt maturity profile



1. Net debt / (net debt + equity)
 2. Gross debt / (gross debt + equity – intangibles)
 3. Swiss franc notes issued under EMTN program
- (Figures may not add due to rounding)

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Strategic Priorities & Outlook

Mike Kane – CEO & Managing Director

Boral's Fix, Execute, Transform program



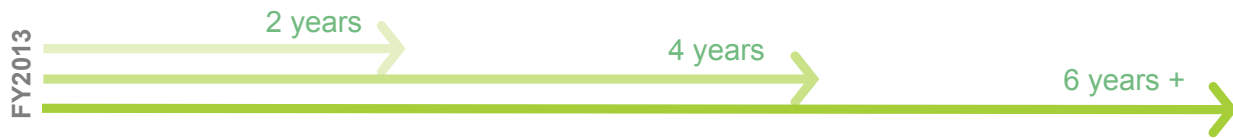
FIX



EXECUTE



TRANSFORM



Fixing things that are holding us back

- ✓ Streamlined organisation
- ✓ Portfolio realignment
- ✓ \$150m costs out by FY2015
- ✓ \$251m cash from divestments & land sales
- ✓ Net debt from \$1.45b to \$718m

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

- ✓ People engagement and safety first
- ✓ Levers of change – LEAN, Sales & Marketing, Innovation
- ✓ Capacity utilisation up
- ✓ Responding to external challenges

Transforming Boral for performance excellence and sustainable growth through innovation

- ✓ Product innovation
- ✓ Gypsum technology platform secured
- ✓ Lowering fixed cost exposures through the cycle (global bricks review underway)

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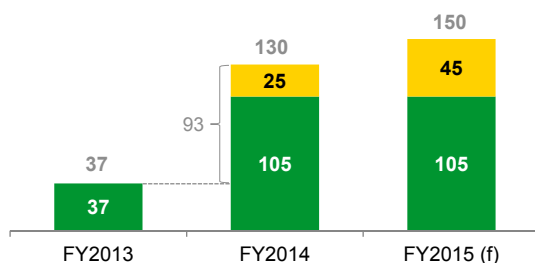
Managing costs down

Realising benefits from announced cost reduction programs



Cost reduction benefits

A\$m ■ Overhead & rationalisation ■ Contractor spend & other



- \$93m of incremental benefits in FY2014 including reduction in contractor spend
- \$130m of cumulative benefits in FY2014 including full annualised benefits of \$105m from major restructuring and rationalisation in FY2013
- Second phase cost reduction program focused on contractor spend delivered benefit of \$25m in FY2014; further \$20m expected benefit in FY2015
- Full \$150m benefits to be realised from FY2015

- Structured cost reduction programs in 2H FY2014 to offset inflationary cost pressures and respond to changing markets:

Boral Gypsum	Cost reduction program in USG Boral JV to offset higher costs associated with introduction of NextGen technology & adjacent products
Boral USA	Reducing US\$12m of costs through a reduction of 70 employees following rationalisation and consolidation of regional structures and management responsibilities
Construction Materials & Cement	Savings including realignment of Asphalt organisation and support services, resulting in a reduction of 118 positions and \$11m in annualised savings

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Reshaping the portfolio and positioning to transform the business



Corporate

- ✓ Generated \$251m of cash from divestments and land sales; achieving target of \$200-\$300m and received \$562m on completion of USG Boral JV
- ✓ Maintained disciplined approach to capex which was less than \$300m in FY2014
- ✓ Net debt down from \$1.45b to \$718m year-on-year

Construction Materials & Cement

- ✓ *Cement*: Strengthened import capability after closing Waurin Ponds clinker production
- ✓ *Cement*: Ceased production at Berrima Colliery and announced intended closure
- ✓ *Cement*: Announced closure of Maldon cement kiln by Dec-14
- ✓ *Asphalt*: restructuring in QLD and VIC

Building Materials

- ✓ *Windows* business divested
- ✓ *Timber*: Woodchip exports exited; ceased manufacturing engineered flooring and Qld softwood distribution; new supply agreement with NSW Forestry Corp
- *Bricks*: announced plans to form an Australian east coast bricks JV with CSR
- *Timber*: Strategic review commencing

Boral Gypsum

- ✓ Completed the \$1.6b USG Boral gypsum and ceiling tiles JV
- ✓ Introduced USG adjacent products to product portfolio
- Roll-out of technology upgrades underway – NextGen products available in key markets by end of CY2014

Boral USA

- ✓ *Roofing*: further capacity consolidation – closed lone & Pompano plants
- ✓ *Bricks*: permanently closed Augusta paver plant in Georgia
- ✓ *Trim*: niche composite siding product launched
- ✓ Restructured regional sales & operational organisations
- *R&D*: Building US\$4m 'composite sheet line'
- Portfolio refinement as cycle strengthens - Bricks review underway

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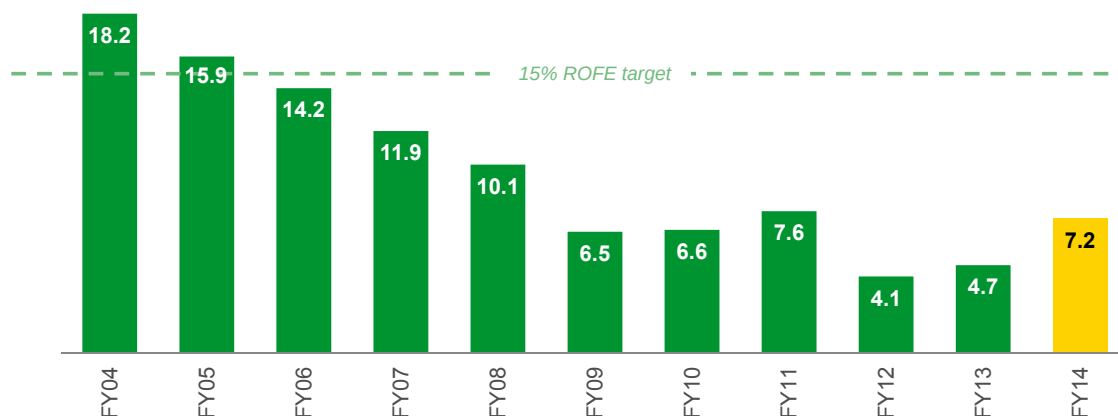
Focus on improving ROFE to 15% long term

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



EBIT to funds employed (ROFE¹)

%



Maintaining a relentless focus on **COSTS, MARGINS, CAPITAL & CASH**

1. Excludes significant items, calculated on funds employed as at 30 June

Outlook for FY2015



Construction Materials & Cement

- **Performance expected to improve** as a result of cost reductions, restructuring and strength in housing construction; offset by softer activity in infrastructure and RHS&B
- Expectations could be dampened if unable to realise price increases

Building Products

- **EBIT of \$8m in FY2014 to approximately double** in FY2015 driven by improving housing activity and restructuring initiatives
- **Further restructuring required**; proposed east coast Bricks JV remains subject to ACCC clearance

Boral Gypsum

- Lower earnings contribution in FY2015 due to full year of 50% equity accounted post tax contribution from USG Boral JV
- **Underlying earnings growth** expected due to increasing demand and restructuring projects, partly offset by product & technology integration costs

Boral USA

- Expect significantly improved **earnings with EBIT at around break-even** in FY2015, assuming housing starts of ~1.1–1.2m

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Questions

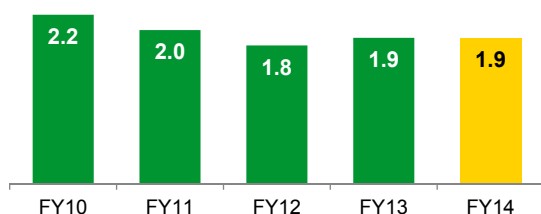
Supplementary slides

Employee & contractor safety performance

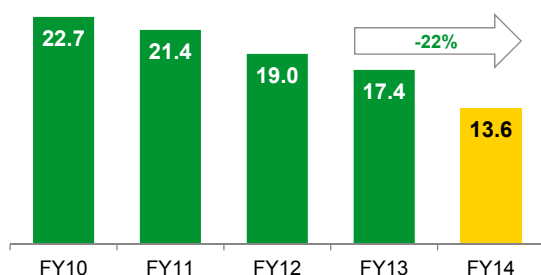
Our overarching goal is to achieve ZERO HARM



Employee and Contractor LTIFR¹



Employee and Contractor RIFR¹

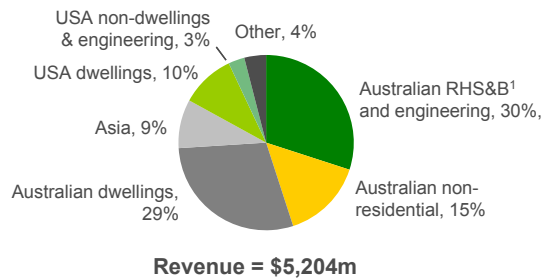


- LTIFR of 1.9 in FY2014 remains flat
- However, **22% decrease in RIFR** to 13.6 demonstrates continuing reduction in injuries
- Safety interventions and behavioural-based safety programs contributing
 - executives visit sites and engage each employee individually
 - complemented by health and safety experts addressing issues with site managers
- Transport operations remain key area of focus with greatest risk of serious injury
- In FY2014 a road-related fatality involving a Boral contractor was reported

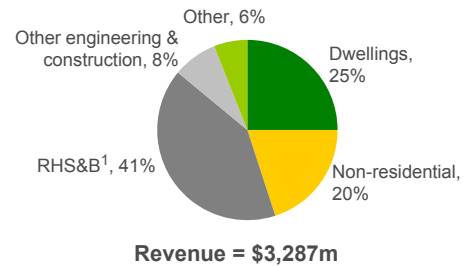
1. Lost time injury frequency rate (per million hours worked) and recordable injury frequency rate (per million hours worked)
 2. FY2013 LTIFR and RIFR restated slightly following data corrections

FY2014 end-market revenue exposure

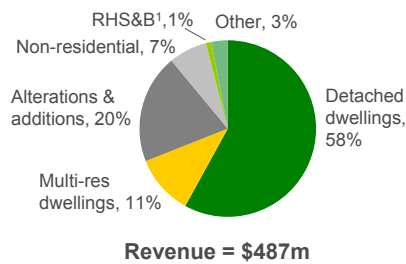
Boral – Reported revenue



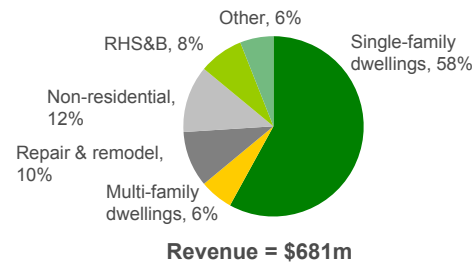
Construction Materials & Cement – Australia



Building Products – Australia



Boral USA



1. Australian roads, highways, subdivisions & bridges

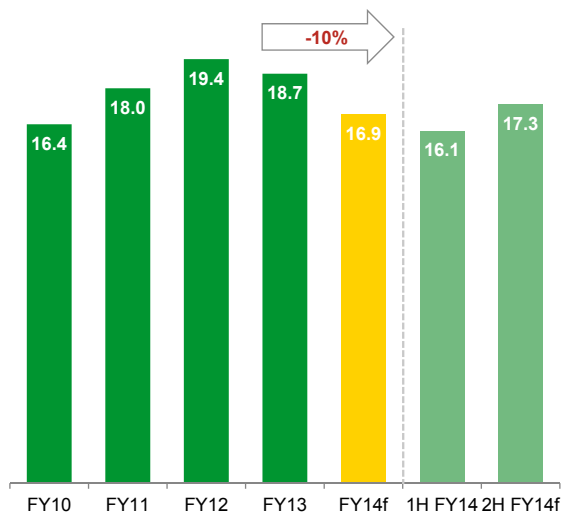
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RHS&B activity still declining year-on-year

Value of work done down 10% in FY2014

Roads, Highways, Subdivisions & Bridges¹

(value of work done, \$b)



RHS&B – by state

FY2014f v FY2013 (value of work done)



1. RHS&B refers to roads, highways, subdivisions and bridges. Original series data from ABS. FY11 to FY14F figures are an average of BIS and Macromonitor data. Six monthly data annualised and based on BIS forecasts

28

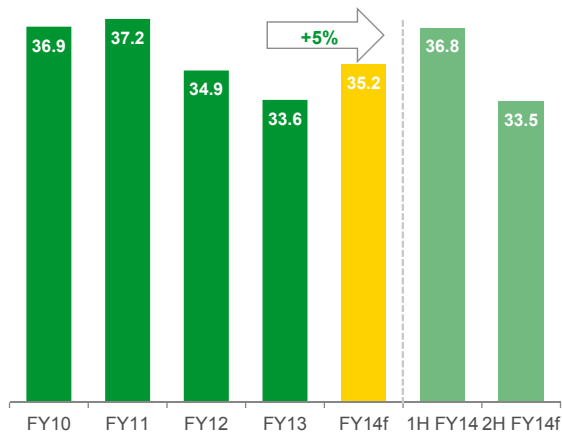
Australian non-residential activity strengthened

Non-residential activity estimated to be up 5%, driven by NSW



Non-residential¹

(value of work done, \$b)



Non-residential – by state¹

FY2014f v FY2013 (value of work done)



1. Original series (constant 2011/12 prices) from ABS. BIS forecast for Jun-14 quarter. Six monthly data annualised

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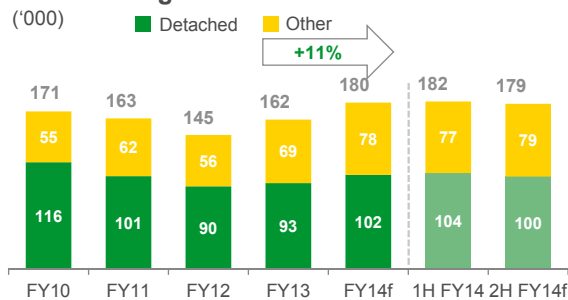
Australian residential activity improved

Total housing starts estimated to be up 11% with detached starts up 10%



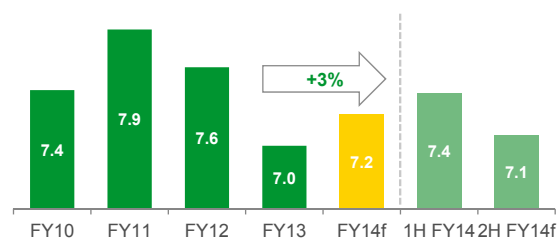
Total housing starts¹

('000)



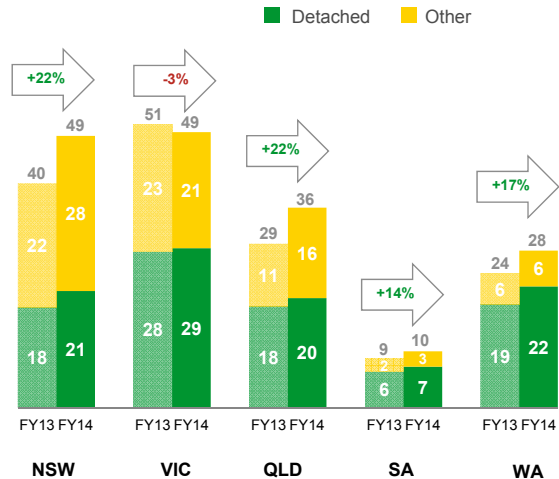
Alterations & additions (A&A)²

(value of work, \$b)



Housing starts – by state¹

FY2014f vs FY2013



1. Original series housing starts from ABS to Mar-14 quarter, HIA forecast to Jun-14 quarter. Six monthly data annualised.
2. Original series (constant 2011/12 prices) from ABS. BIS forecast for Jun-14 quarter. Half yearly data annualised.

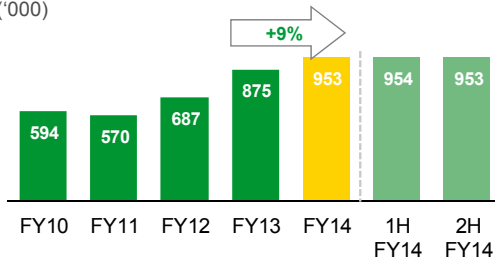
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US housing activity strengthens at a slower rate

Total housing starts up 9% in FY2014 (up 28% in FY2013)

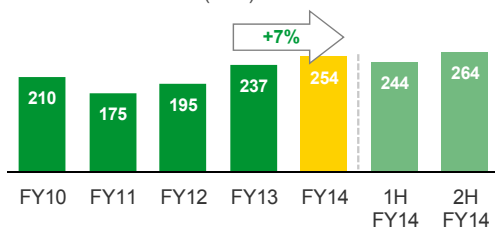


US total housing starts¹
(‘000)

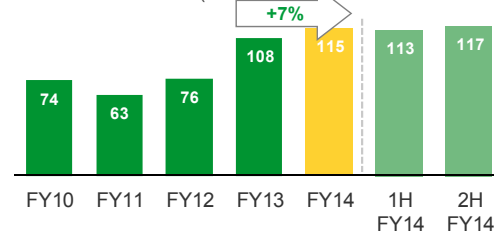


- US housing starts of 953k¹ in FY2014, up 9% with single-family starts up 5%¹
 - Total starts remain 36% below long-term average of 1.5m housing starts
- US single-family starts in Boral Brick States² and Boral Tiles States² up 7%
- US non-residential activity up 12%³

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 Jun-14 quarter

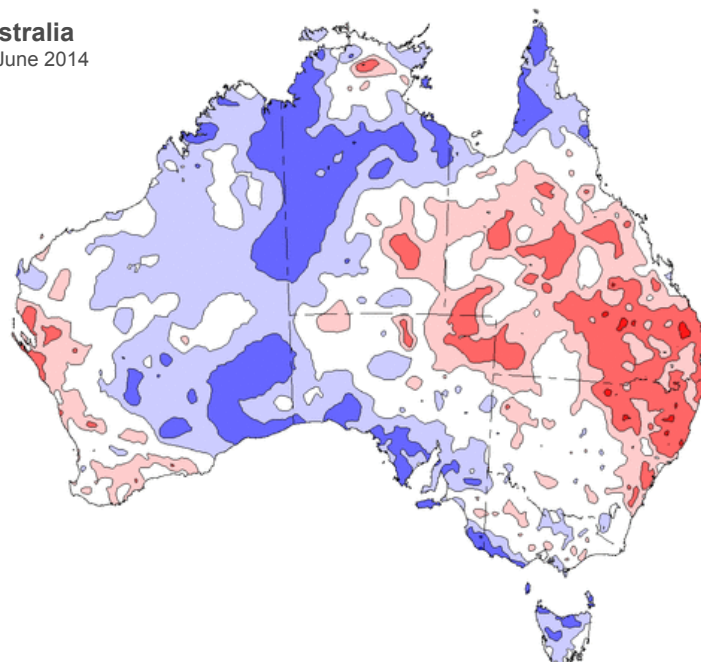
Weather impacts in Australia

Boral benefited from below average levels of rainfall across key markets in FY2014

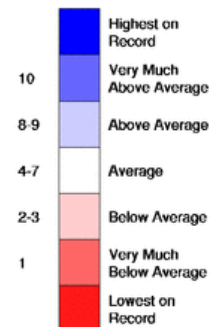


Rainfall in Australia

1 July 2013 to 30 June 2014



Rainfall Decile Ranges



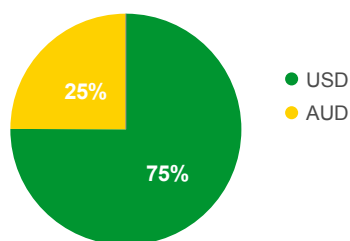
Debt profile

Debt significantly reduced following receipt of funds from USG



Gross debt currency exposure

As at 30 June 2014



Total = A\$1,101m

Debt facilities	FY2014 A\$m	FY2013 A\$m
US PP ¹	913	987
Syndicated term credit facility	-	376
CHF notes ²	178	167
BGA facilities	-	125
Other loans/ finance leases	10	12
Gross debt	1,101	1,667
Net debt	718	1,446

1. US Private Placement notes

2. Swiss notes issued via EMTN program. Swapped to USD

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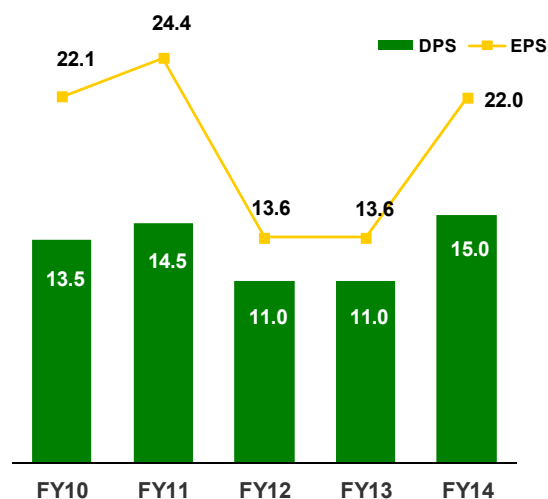
Earnings and dividends per share

Fully franked final dividend of 8.0 cents per share declared



Earnings and dividends per share¹

A\$ cents



- Fully franked full-year dividend of 15.0 cents, up 36% on FY2013
 - fully franked final dividend of 8.0 cents
- Full-year dividend payout ratio of 68%, compared to historical range of 60-80%

1. Earnings per share, excluding significant items

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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 8 of the preliminary 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	5,203.9		5,203.9	4,455.1	748.8	5,203.9
EBIT	294.2	(42.9)	251.3	161.7	89.6	251.3
Finance costs	(83.1)	16.3	(66.8)	(64.4)	(2.4)	(66.8)
Earnings before tax	211.1	(26.6)	184.5	97.3	87.2	184.5
Tax (expense) / benefit	(36.8)	28.5	(8.3)	9.0	(17.3)	(8.3)
Profit after tax	174.3	1.9	176.2	106.3	69.9	176.2
Non-controlling interests	(2.9)		(2.9)	2.9	(5.8)	(2.9)
Net profit after tax	171.4	1.9	173.3	109.2	64.1	173.3

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

The results announcement has not been subject to review or audit, however it contains disclosures which are extracted or derived from the preliminary Financial Report for the year ended 30 June 2014.

This preliminary Financial Report for the year ended 30 June 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. This report is based on accounts which have been audited. The audit report, which is unmodified, will be made available with the Boral Limited Annual Report around 17 September 2014. The Annual Report is currently being finalised in publishable form.

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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, 27 August 2014. 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.