



Media Release

7 April 2008

Boral completes Off-Market Share Buy-Back

Boral Limited ("Boral") today announced the successful completion of its off-market buy-back tender ("Buy-Back"). Boral will pay \$113.1 million to purchase 20.0 million, or 3.3%, of its fully paid ordinary shares.

The Buy-Back price has been set at \$5.65 per share, which represents a discount of 13% to the Market Price¹ of \$6.4922.

Boral's CEO and Managing Director, Rod Pearse said, "This is a pleasing result for all of Boral shareholders, including those not participating in the Buy-Back. Following the Buy-Back, continuing shareholders are expected to benefit from modestly improved earnings per share and return on equity."

Shares tendered at a tender discount greater than or equal to 13% and/or as a final price tender have been bought back.

Shares tendered at tender discounts smaller than 13% have not been bought back. These shares are now available for shareholders to deal with as they wish.

In accordance with Tax Determination TD2004/22, Boral has made a preliminary determination that the Deemed Market Value for the Buy-Back will be \$6.38 per share. As announced on 2 April 2008, the Deemed Market Value is calculated by reference to movements in the Construction Materials subset of the S&P / ASX 200 Index ("Construction Materials Index"). The Construction Materials Index has increased 15.09% since the announcement of the Buy-Back on 13 February 2008. The Deemed Market Value of \$6.38 is expected to be confirmed by the Australian Taxation Office ("ATO") in its class ruling for the Buy-Back which Boral understands should be available on the ATO website no later than 30 June 2008.

For shareholders who have successfully tendered their shares, \$2.81 of the Buy-Back price will be treated for Australian income tax purposes as a dividend which will be fully franked. For Australian income tax purposes, the sale consideration per share is expected to be \$3.57, being the expected Deemed Market Value less the dividend of \$2.81. Please refer to the Buy-back booklet for information on the taxation treatment of the Buy-Back. The ATO has provided a draft class ruling confirming this treatment.

Buy-Back proceeds will be despatched to successful participants either by cheque or by direct credit on 11 April 2008.

¹ The 'Market Price' is the volume weighted average price of shares in Boral (adjusted for certain not 'at market' trades as set out in the Buy-Back booklet) traded on the Australian Securities Exchange over the five trading days up to and including 4 April 2008.

Further Information

Further information about the Buy-Back can be found on the Boral website www.boral.com.au/buyback, or alternatively shareholders can contact the Boral shareholder information line on 1300 551 909 (within Australia) or +61 2 8280 7780 (outside Australia) between 8.30am and 5.30pm Monday to Friday (Sydney time).

If you are in any doubt as to what you should do, you should consult a taxation, financial or other professional adviser.

Boral Contact

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