



SFE NOTICE NO. 100/10

Date of Issue: 6 July 2010
Effective Date: 9 July 2010 (indicatively)

BORAL LIMITED ACCELERATED ENTITLEMENT OFFER – CORPORATE ACTION IMPLICATIONS FOR ASX BLD CFDs

1.0 Introduction

Boral Limited (ASX Code: **BLD**) announced on 6 July 2010 a pro-rata accelerated entitlement offer of 1 new share for every 5 existing shares at an offer price of \$4.10. The new shares will rank the same as existing shares with respect to the dividend for the year ending 30 June 2010. BLD shares are in a trading halt from 6 July 2010 and are expected to resume trading, on an ex-entitlement basis, on 9 July 2010 (indicatively).

The purpose of this SFE Notice is to describe the cash adjustment to be made to open positions in ASX BLD CFDs (commodity code **BZK6**).

The Effective Date for the cash adjustment for open positions in BZK6, held prior to the resumption of ex-entitlement trading on account of the entitlement offer, will be 9 July 2010 (indicatively).

2.0 Cash Adjustment for the Entitlement Offer

The following will occur for existing positions in BZK6. The market implied value of the entitlement to be used for the cash adjustment will be based on the CSPA (closing price) ex-entitlement of the underlying shares as determined by ASX on 9 July 2010 (indicatively).

Cash Adjustment per Account

Implied value of an individual entitlement V (whether positive or negative) determined by the Exchange, for the purposes of the CFDs cash adjustment:

$$V = S - (d + C)$$

Where:

- S = CSPA (closing price) ex-entitlement
- d = Dividend (or distribution) amount difference, if any, between new and old shares = \$0
- C = Entitlement (or subscription) price to take up the new shares = \$4.10

The cash adjustment CA amount for each open CFD per account,

$$CA = V \times 1/5$$
$$= (S - 0 - 4.10) \times 1/5, \text{ rounded to nearest 1 cent}$$



Long positions held at the close of business prior to the recommencement of trading will be credited the cash adjustment amount, and short positions debited. The cash adjustment will be settled by SFECC on Monday 12 July 2010 (indicatively), being the business date following the effective date.

3.0 Further SFE Notice

Participants are advised that a further SFE Notice setting out the amount of cash adjustment will be issued as soon as is practicable, after the close of business on Friday, 9 July 2010 (indicatively).

4.0 Further information

Participants seeking further information in relation to this SFE Notice should contact:

Peter Ho, Senior Operations Analyst on +612 9227 0668, or peter.ho@asx.com.au.

Simon McCarthy
General Manager, Clearing and Settlement Operations
ASX Limited
20 Bridge Street
Sydney NSW 2000
Australia