ASX ANNOUNCEMENT

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24 February 2015

BRIERTY REPORTS H1 FY2015 RESULTS; MAINTAINS INTERIM DIVIDEND AND OUTLOOK

Highlights:

- Revenue of $135.8 million (H1 FY14: $148.7m)
- EBITDA of $10.2 million (H1 FY14: $14.9m)
- Net profit after tax of $4.1 million (H1 FY14: $4.4m)
- Maintained interim dividend of 1.25 cents per share, fully franked
- Reaffirm guidance of at least $300 million in revenue for FY15, following the ramp-up of major contracts in H1 FY15

Diversified contractor Brierty Limited (ASX: BYL) has reported a net profit after tax of $4.1 million for the half year ended 31 December 2014.

The result was broadly in line with the prior corresponding period, reflecting Brierty's diversity and ability to continue winning and performing work profitably despite highly competitive conditions across the sector.

Revenue for the half was $135.8 million (H1 FY14: $148.7 million), which principally reflected the transition phase for the mining division as work concluded at Karara and ramped up at Brierty's $300 million contract at the Western Turner Syncline Stage 2 Project for Rio Tinto.

Brierty Managing Director Peter McBain said the Company had performed well in a difficult environment and remained busy on a number of major contracts.

"It was by no means an easy six months for us, and it is testament to the hard work and resilience at Brierty that we have continued to win quality work at both large and small projects in what is a very competitive market," Mr McBain said.

"The diversity of work we perform, our ability to deliver successful outcomes at projects, and Brierty's strong relationships with key clients all ensured we delivered another solid result."

H1 FY2015 in review

Brierty was active on a number of civil projects, including three major road projects – upgrades to Great Eastern Highway and Great Northern Highway in regional WA, and construction of Airport Drive at Perth Airport. Brierty continued to perform civil works for major land developers in WA and the Northern Territory, as well as smaller projects including for local government and resources companies.

The mining division was in a period of transition during the half, with operations at Karara completed during the period and the Company ramping up work at the Western Turner Syncline Stage 2 Project for Rio Tinto. As a result, mining revenue was lower, however operations are now nearing expected capacity with road haulage of ore set to commence in H2 FY15.

Brierty's land development division in the Northern Territory delivered on a number of major milestones in the half at the Mitchell Creek Green development. This included completing the first stage of the development, with the first 30 blocks settled by 31 December 2014. Brierty also started construction on the second stage of the development during the period, with settlements expected to take place from May 2015.

Brierty's net debt position increased to $24.9 million at 31 December 2014 ($1 million at 30 June 2014), principally through an increase in hire purchase agreements to provide equipment for the Western Turner Syncline Stage 2 project. Brierty intends to lower its debt position throughout FY2016 as cash generation improves.

Outlook

Brierty has a number of significant contracts underway which underpin the Company delivering at least $300 million in revenue for FY2015, including:

- $300 million contract for mining and civil work at Western Turner Syncline Stage 2 Project
- $69 million contract to upgrade North West Coastal Highway
- $45 million contract to upgrade Great Northern Highway
- $27 million contract to upgrade Great Eastern Highway
- $100 million Mitchell Creek Green development in the Northern Territory

These are in addition to ongoing smaller contracts for civil works that Brierty continues to win and has a strong track record in delivering profitably.

Mr McBain said that although conditions remained highly competitive, there was still work to be won at quality projects.

"There are a number of good civil project opportunities across Western Australia, such as further road upgrades for Main Roads WA, urban land development in Perth and major regional towns, and work at major infrastructure projects," Mr McBain said.

"While there are fewer opportunities in contract mining, there is still scope for new work which we are targeting.

"Pleasingly, the amount of work in hand at major projects positions us well to deliver stronger revenue in the second half and meet our forecast guidance.

"We are focused on is delivering all contracts both safely and efficiently. This will position Brierty well to win ongoing work with existing clients and continue to demonstrate our proven capability to potential new clients.

"We already have $150 million in revenue on major projects secured for FY16. This underpins future earnings and we will be working hard to build on that figure during the current half."

--- ENDS ---

ASX ANNOUNCEMENT

BRIERTY

CONTACT

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Adrian Watson
FTI Consulting
Ph: 08 9485 8888 or 0419 040 807

ABOUT BRIERTY

Brierty provides civil construction and mining services to government and private industry through its civil and mining lines of business, which include:

Civil

- Construction of city and town infrastructure including land developments, roads and car parks.
- Highway and road construction, bulk earthworks, railways, airport runways, site-works, concrete and pavement works.

Mining

- Contract mining and mine maintenance.

For further information or news visit www.brierty.com.au where you can subscribe for news updates.

Brierty Limited ABN 65 095 459 448
Financial report - 31 December 2014

Lodged with the ASX under Listing Rule 4.2A.
This information should be read in conjunction with the Financial report

Results for announcement to the market

				$
Revenue for ordinary activities	Down	9%	to	135,779,340
Profit/(loss) from ordinary activities after tax attributable to members	Down	7%	to	4,064,377
Net profit/(loss) for the period attributable to members	Down	7%	to	4,064,377

Distributions

The directors have recommended the following interim dividend for the half-year ended 31 December 2014 fully franked based on tax paid at 30%

	Amount per security	**Franked amount per security**
Current period - interim ordinary (Declared 23rd February 2015)	**1.25**	**1.25**
Previous corresponding period	1.25	1.25

	31 December 2014	31 December 2013
Key Ratios		
Net tangible assets (per share)	**0.47**	0.50

Interim dividend

Record date for determining entitlements to the interim dividend	25 March 2015
Payment date	8 April 2015

Commentary of results for the period

Revenue for the half year ended 31 December 2014 was 9% lower than the corresponding period last year. Revenue from mining was lower as the contract at Karara finished during the period and the contract at Western Turner Syncline commenced. Net Profit after tax decreased by 7% in line with the fall in revenue.

Brierty Limited ABN 65 095 459 448
Half Year Financial report - 31 December 2014

Contents

This interim financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report for the year ended 30 June 2014 and any public announcements made by Brierty Limited during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2011*.

Brierty Limited is a company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business is:

Brierty Limited
Level 2, 72 Melville Parade
South Perth, WA 6151

Directors	Dalton L Gooding (Chairman) *Non-Executive Chairman*
	Peter McBain *Managing Director*
	Alan R Brierty
	Ken J Hellsten
	Richard J O'Shannassy
Company Secretary	Ian W Sydney
Registered Office	Level 2, 72 Melville Parade South Perth, WA 6151
Share and debenture register	Computershare
Auditor	Ernst & Young 11 Mounts Bay Road Perth, Western Australia
Solicitors	Clifford Chance Level 7 190 St Georges Terrace Perth, Western Australia
Bankers	Bankwest 108 St Georges Terrace Perth, Western Australia
Stock exchange listings	Brierty Limited shares are listed on the Australian Securities Exchange ASX Code - BYL
Website	www.brierty.com.au

Directors' report

Your directors present their report of Brierty Limited for the half-year ended 31 December 2014.

Directors
The following persons held office as directors of Brierty Limited during the financial period as up until the close of this report

Dalton L Gooding (Chairman)
Peter McBain
Alan R Brierty
Ken J Hellsten
Richard J O'Shannassy

Review and results of operations
The Group (Brierty Limited, its subsidiary and interests in Joint Operations) had revenue for the half year to 31 December 2014 of **$135,779,340** (2013: $148,727,172). Mining revenue was lower than last year due to operations at Karara finishing and work commencing at Western Turner Syncline.

Net profit after tax of **$4,064,377** (2013: $4,379,039) was down on the corresponding period last year in line with the lower turnover.

Cash flow from operations for the half was **$2,631,268** (2013: $11,756,675) and the Group finished the half with **$15,988,448** (June 2014: $27,179,608) cash on hand. Net debt at the end of December was **$24,905,698** (June 2014: $1,046,002). The increase in debt was due to buying new equipment for Western Turner Syncline.

The Board is pleased to declare an interim dividend of **1.25 cents** (2013: 1.25) fully franked based on tax paid of 30%.

CIVIL
During the half year the Civil division commenced work on 3 major road projects - Upgrade works on Great Eastern Highway near Coolgardie, upgrade works on Great Northern Highway near Batty Bog, and Airport Drive at Perth Airport. The division also performed works on housing sub-divisions for major land developers in WA and the NT, did other road projects for Rio Tinto, Main Roads WA and Local government councils. The outlook for the second half of FY2015 is strong for the civil division with new work won at Perth Airport and a major road upgrade of NW Coastal Highway for Main Roads WA.

MINING
The Mining division completed operation at Karara during the period and commenced operations at Western Turner Syncline for Rio Tinto. Operations at Western Turner Syncline are now nearing expected capacity with only road haulage of ore yet to begin, which will start in the second half of the financial year. Contract mining opportunities are limited at present, but the Group continues to pursue further mining contracts.

LAND DEVELOPMENT
During the half year construction of the first stage of Mitchell Creek Green (Zuccoli Stage 2), in Palmerston NT, was completed and the first 30 blocks were sold and settled during the period, with the remaining blocks in the first stage settling in early 2015. Construction of the second stage commenced during the period and is expected to be completed in March 2015. Sales of the second stage have been strong and it is anticipated settlements will take place in May and June 2015. Sales of land at Bellamack has continued during the period with only few lots at Bellamack left to sell.

JOINT OPERATIONS
During the half year Brierty worked on several construction projects for Rio Tinto in Joint operations with Ngarluma Yindjibarndi Foundation Limited (NYFL) and Karlayura. Brierty's share in the joint operations is at least 70 %

Auditor's independence declaration
The auditor's independence declaration for the half-year ended 31 December 2014 has been received and is included at Page 4 and forms part of the directors' report.

Signed in accordance with a resolution of the board of directors.

Dalton L Gooding (Chairman)
Director

South Perth
23 February, 2015

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Perth WA 6000 Australia
GPO Box M939 Perth WA 6843

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Auditor's independence declaration to the directors of Brierty Limited

In relation to our review of the financial report of Brierty Limited for the half-year ended 31 December 2014, to the best of my knowledge and belief, there have been no contraventions of the auditor independence requirements of the *Corporations Act 2001* or any applicable code of professional conduct.

Ernst & Young

Ernst & Young

Fiona Drummond
Partner
23 February 2015

FD:JH:BRIERTY:027

Brierty Limited
Consolidated Statement of comprehensive income
For the half-year ended 31 December 2014

	Notes	**Consolidated entity Half-year ended 2014 $**	2013 $
Revenue from services and land sales	4	**135,779,339**	148,727,172
Cost of providing services and land sales		**(123,767,048)**	(134,615,706)
Gross margin on services and land sales		**12,012,291**	14,111,466
Other income	5	**670,281**	250,518
Finance Costs	6	**(1,633,397)**	(1,500,674)
Administration		**(6,644,100)**	(6,536,915)
Profit from continuing operations before income tax		**4,405,075**	6,324,395
Income tax expense		**(340,698)**	(1,945,356)
Profit from continuing operations after income tax		**4,064,377**	4,379,039
Total comprehensive income for the period		**4,064,377**	4,379,039
		Cents	Cents
Earnings per share for profit attributable to the ordinary equity holders of the company:			
Basic earnings per share		**3.2**	4.0
Diluted earnings per share		**3.2**	4.0

The above consolidated Statement of comprehensive income should be read in conjunction with the accompanying notes.

	Notes	Consolidated entity 31 December 2014 $	30 June 2014 $
ASSETS			
Current assets			
Cash and cash equivalents	7	**15,988,448**	27,179,608
Trade and other receivables	8	**36,454,651**	23,524,424
Contracts in progress and inventories	9	**14,498,671**	8,918,053
Prepayments		**613,763**	1,036,354
Current tax receivables	10	**2,194,336**	996,224
Land held for development and resale	11	**11,325,667**	10,425,381
Total current assets		**81,075,536**	72,080,044
Non-current assets			
Property, plant and equipment	12	**72,289,000**	55,574,094
Total non-current assets		**72,289,000**	55,574,094
Total assets		**153,364,536**	127,654,138
LIABILITIES			
Current liabilities			
Trade and other payables	13	**47,900,171**	33,086,308
Borrowings	14	**14,526,749**	10,384,294
Provisions		**2,550,767**	2,396,657
Contract income in advance	9	**14,000**	3,016,984
Total current liabilities		**64,991,687**	48,884,243
Non-current liabilities			
Borrowings	15	**26,367,397**	17,841,316
Deferred tax liabilities		**2,806,308**	1,570,025
Provisions		**227,587**	226,971
Total non-current liabilities		**29,401,292**	19,638,312
Total liabilities		**94,392,979**	68,522,555
Net assets		**58,971,557**	59,131,583
EQUITY			
Contributed equity	16	**36,991,172**	29,170,572
Other reserves	17	**338,982**	338,982
Retained earnings		**21,641,403**	29,622,029
Total equity		**58,971,557**	59,131,583

The above consolidated Statement of financial position should be read in conjunction with the accompanying notes.

Consolidated entity	Note	Attributable to owners of Brierty Limited			
		Contributed equity $	**Other reserves $**	**Retained earnings $**	**Total equity $**
Balance at 1 July 2013		29,170,572	304,179	23,040,310	52,515,061
Profit for year		-	-	4,379,039	4,379,039
Total comprehensive income for the period		**-**	**-**	**4,379,039**	**4,379,039**
Transactions with owners in their capacity as owners:					
Dividends provided for or paid		-	-	(1,925,000)	(1,925,000)
Share based payment		-	(17,348)	-	(17,348)
		-	(17,348)	(1,925,000)	(1,942,348)
Balance at 31 December 2013		**29,170,572**	**286,831**	**25,494,349**	**54,951,752**
Balance at 1 July 2014		29,170,572	338,982	29,622,029	59,131,583
Profit for year		-	-	4,064,377	4,064,377
Total comprehensive income for the period		**-**	**-**	**4,064,377**	**4,064,377**
Transactions with owners in their capacity as owners:					
Contributions of equity, net of transaction costs and tax	16	7,820,600	-	-	7,820,600
Dividends provided for or paid		-	-	(12,045,000)	(12,045,000)
		7,820,600	-	(12,045,000)	(4,224,400)
Balance at 31 December 2014		**36,991,172**	**338,982**	**21,641,406**	**58,971,560**

The above consolidated Statement of changes in equity should be read in conjunction with the accompanying notes.

	Notes	**Consolidated entity Half-year ended 2014 $**	2013 $
Cash flows from operating activities			
Receipts from customers (inclusive of goods and services tax)		**124,236,887**	162,021,235
Payments to suppliers and employees (inclusive of goods and services tax)		**(121,411,417)**	(146,004,567)
Receipts from land sales		**9,880,387**	10,551,249
Payments for development of Land		**(8,608,382)**	(9,617,143)
Other revenue		**402,619**	229,100
Interest received		**66,024**	125,639
Finance costs		**(1,633,396)**	(1,500,674)
Income taxes paid		**(301,454)**	(4,048,164)
Net cash inflow from operating activities		**2,631,268**	11,756,675
Cash flows from investing activities			
Payments for property, plant and equipment	12	**(3,576,326)**	(439,635)
Proceeds from sale of property, plant and equipment		**923,875**	673,286
Net cash (outflow) inflow from investing activities		**(2,652,451)**	233,651
Cash flows from financing activities			
Proceeds from issues of shares and other equity securities		**7,820,597**	-
Repayment of borrowings		**(6,945,574)**	(5,412,827)
Dividends paid to company's shareholders		**(12,045,000)**	(1,925,000)
Net cash (outflow) from financing activities		**(11,169,977)**	(7,337,827)
Net (decrease) increase in cash and cash equivalents		**(11,191,160)**	4,652,499
Cash and cash equivalents at the beginning of the financial year		**27,179,608**	13,486,334
Cash and cash equivalents at end of period	7	**15,988,448**	18,138,833

Note: Non-cash financing and investing activities
During the half-year **$18,028,641** (2013; $396,565) of Plant and Equipment were acquired by means of hire purchase contracts.

The above consolidated Statement of cash flows should be read in conjunction with the accompanying notes.

1 *Corporate Information*

The consolidated financial statements of Brierty Limited and its subsidiaries (the Group) for the half year ended 31 December 2014 were authorised for issue in accordance with a resolution of the directors on 23 February 2015.

Brierty Limited (the Company or the Parent) is a for profit company limited by shares incorporated and domiciled in Australia whose shares are publically traded on the Australian Securities Exchange.

The nature of the operations and principal activities of the Group are described in the Directors' Report.

2 *Basis of preparation of half-year ended 31 December 2014 financial report*

Except as disclosed below, the half year financial report has been prepared using the same accounting policies and methods of computation as used in the annual financial statements for the year ended 30 June 2014.

AASB 2012-3 Amendments to Australian Accounting Standards - Offsetting Financial Assets and Financial Liabilities

Application date of standard- 1 January 2014 . Application date for Group 1 July 2014.

AASB 2012-3 adds application guidance to AASB 132 Financial Instruments: Presentation to address inconsistencies identified in applying some of the offsetting criteria of AASB 132, including clarifying the meaning of "currently has a legally enforceable right of set-off" and that some gross settlement systems may be considered equivalent to net settlement.

AASB 2013-3 Amendments to AASB 136 - Recoverable Amount Disclosures for Non-Financial Assets

Application date of standard- 1 January 2014 . Application date for Group 1 July 2014.

AASB 2013-3 amends the disclosure requirements in AASB 136 Impairment of Assets. The amendments include the requirement to disclose additional information about the fair value measurement when the recoverable amount of impaired assets is based on fair value less costs of disposal.

2 *Basis of preparation of half-year ended 31 December 2014 financial report (continued)*

AASB 1031 Materiality

Application date of standard- 1 January 2014 . Application date for Group 1 July 2014.

The revised AASB 1031 is an interim standard that cross-references to other Standards and the Framework (issued December 2013) that contain guidance on materiality. AASB 1031 will be withdrawn when references to AASB 1031 in all Standards and Interpretations have been removed. AASB 2014-1 Part C issued in June 2014 makes amendments to eight Australian Accounting Standards to delete their references to AASB 1031. The amendments are effective from 1 July 2014*.

AASB 2013-9 Amendments to Australian Accounting Standards - Conceptual Framework, Materiality and Financial Instruments

Application date of standard- 1 January 2014 . Application date for Group 1 July 2014.

The Standard contains three main parts and makes amendments to a number Standards and Interpretations. Part B makes amendments to particular Australian Accounting Standards to delete references to AASB 1031 and also makes minor editorial amendments to various other standards.

AASB 2014-1 Part A -Annual Improvements 2010-2012 Cycle Amendments to Australian Accounting Standards - Part A Annual Improvements to IFRSs 2010-2012 Cycle

Application date of standard- 1 July 2014. Application date for Group -1 July 2014.

AASB 2014-1 Part A: This standard sets out amendments to Australian Accounting Standards arising from the issuance by the International Accounting Standards Board (IASB) of International Financial Reporting Standards (IFRSs) Annual Improvements to IFRSs 2010-2012 Cycle and Annual Improvements to IFRSs 2011-2013 Cycle.
Annual Improvements to IFRSs 2010-2012 Cycle addresses the following items:
• AASB 2 - Clarifies the definition of 'vesting conditions' and 'market condition' and introduces the definition of 'performance condition' and 'service condition'.

AASB 2014-1 Part A -Annual Improvements 2011-2013 Cycle Amendments to Australian Accounting Standards - Part A Annual Improvements to IFRSs 2011-2013 Cycle

Application date of standard- 1 July 2014. Application date for Group -1 July 2014.

Annual Improvements to IFRSs 2011-2013 Cycle addresses the following items:
• AASB13 - Clarifies that the portfolio exception in paragraph 52 of AASB 13 applies to all contracts within the scope of AASB 139 or AASB 9, regardless of whether they meet the definitions of financial assets or financial liabilities as defined in AASB 132.

* Designates the beginning of the applicable annual reporting period unless otherwise stated.

Part B - periods beginning on or after 1 January 2014 Application date for the Group: period beginning 1 January 2014

3 *Segment information*

(a) Description of segments

The Group has identified its operating segments based on the internal reports that are reviewed and used by the executive management team (the chief operating decision makers) in assessing performance and in determining the allocation of resources.

The operating segments are identified by management based on the nature of the services provided. Discrete financial information about each of these operating business segments is reported to the executive management team on at least a monthly basis.

The reportable segments are based on aggregated operating segments determined by the similarity of the services provided, as these are the sources of the Group's major risks and have the most effect on the rates of return.

Business segments
The entity is organised into the following divisions by service type.

Civil
Civil infrastructure works for mines, energy, utilities and pipelines and urban and regional roads, highways, rail, port and airport infrastructure.

Land Development
Residential lot development in the Northern Territory.

Mining
Contract mining and mine maintenance.

3 *Segment information (continued)*

(b) Operating Segments

Consolidated entity Half-year 2014	Civil $	Land Development $	Mining $	Total Operations $
Segment revenue				
Total segment revenue	79,895,964	9,215,714	46,667,661	**135,779,340**
Total contract revenue	-	-	-	**135,779,340**
Segment profit before tax				
Total profit before tax	4,119,331	655,185	5,608,996	**10,383,512**
Intersegment elimination	-	-	-	**-**
Over/(under) recovery of plant and workshop expenses	-	-	-	**1,518,408**
Administration overheads	-	-	-	**(6,644,099)**
Other Income	-	-	-	**670,281**
Unallocated (expenses) (net)	-	-	-	**(1,523,027)**
Profit before income tax	-	-	-	**4,405,075**
Segment assets	29,979,577	11,325,667	13,649,906	**54,955,150**
Property plant and equipment	-	-	-	**72,289,000**
Inventories of materials and spares	-	-	-	**8,911,757**
Other unallocated assets	-	-	-	**17,208,629**
Total assets	-	-	-	**153,364,536**
Other segment information				
Unallocated liabilities	-	-	-	**94,392,979**
Total liabilities	-	-	-	**94,392,979**

3 *Segment information (continued)*

(b) Operating Segments (continued)

Consolidated entity Half-year 2013	Civil $	Land Development $	Mining $	Total Operation $
Segment revenue				
Total segment revenue	72,164,803	9,841,446	66,474,068	148,480,317
Unallocated revenue	-	-	-	246,855
Total contract revenue	-	-	-	148,727,172
Segment profit before tax				
Total profit before tax	7,587,156	229,807	5,222,269	13,039,232
Intersegment elimination	-	-	-	-
Over/(under) recovery of plant and workshop expenses	-	-	-	61,721
Administration overheads	-	-	-	(6,536,915)
Other Income	-	-	-	250,518
Unallocated (expenses) (net)	-	-	-	(490,161)
Profit before income tax	-	-	-	6,324,395
Segment assets	19,885,504	3,776,630	10,425,381	34,087,515
Property plant and equipment	-	-	-	55,574,094
Inventories of materials and spares	-	-	-	8,056,376
Cash and cash equivalents	-	-	-	27,179,608
Sundry debtors	-	-	-	141,179
Other unallocated assets	-	-	-	2,756,545
Total assets	-	-	-	127,654,138
Other segment information				
Unallocated liabilities	-	-	-	68,522,555
Total liabilities	-	-	-	68,522,555

3 *Segment information (continued)*

(b) Operating Segments (continued)

Due to the nature of the Group's internal reporting system some income and expenses are not allocated to reportable segments and as such are included as unallocated net income/(expenses). These include:

- Finance costs
- Corporate overheads
- Over/under recovery of plant and workshop expenses
- Other income

The Group allocates land held for development and accounts receivable to segments. However, the Group does not allocate other assets (including plant and equipment), liabilities and cashflows as they cannot be considered directly attributable to a segment based on the use of a centralised pool of employees, plant and equipment and centralised management processes for liabilities and cashflows.

All revenue is from customers located in Australia.

(i) Accounting policies
Segment information is prepared in conformity with the accounting policies of the entity as disclosed in note 1 to the annual financial statements with the exception of over/under recovery of plant and workshop expenses, which are allocated on a budgeting basis.

Certain costs including plant and workshop expenses are allocated to contracts within divisions and are included in cost of sales based on a budgeting basis. The assets and liabilities to which these costs relate are not allocated. Over/under recovery of plant and workshop expenses (actual compared to budget) is not allocated to segments.

4 *Revenue*

	Consolidated entity Half-year ended	
	2014	2013
	$	$
From continuing operations		
Sales revenue		
Contract Revenue	**126,539,303**	138,638,871
Hire of Equipment - Income	**24,323**	246,855
Sale of Land	**9,215,713**	9,841,446
	135,779,339	148,727,172

5 *Other income*

	Consolidated entity Half-year ended	
	2014	2013
	$	$
Net gain on disposal of property, plant and equipment	**225,961**	107,897
Other income	**444,320**	142,621
	670,281	250,518

6 *Expenses*

	Consolidated entity Half-year ended 2014 $	2013 $
Cost of providing services	**115,041,142**	124,826,595
Costs of land sales Bellamack	**8,608,382**	9,611,639
Expenses, excluding Finance costs	**7,011,624**	6,714,387
	130,661,148	141,152,621
Profit before income tax includes the following specific expenses:		
Depreciation		
Administration plant and equipment	**287,778**	416,770
Operational plant and equipment	**3,883,212**	6,656,705
Total depreciation	**4,170,990**	7,073,475
Employee benefits expenses		
Wages and salaries	**33,154,736**	31,961,056
Superannuation	**2,364,413**	1,624,508
Share based payments	**-**	(17,348)
	35,519,149	33,568,216
Finance costs		
Interest and finance charges payable under the hire purchase contracts	**1,406,102**	1,249,235
Bank overdraft interest	**59,816**	31,454
Bank facility fees	**167,478**	219,985
	1,633,396	1,500,674
Rental expense relating to operating leases		
Minimum lease payments	**3,605,612**	1,727,031
Total rental expense relating to operating leases	**3,605,612**	1,727,031

7 *Cash and cash equivalents*

	Consolidated entity 31 December 2014 $	30 June 2014 $
Cash at bank and in hand	**15,988,448**	27,179,608

7 *Cash and cash equivalents (continued)*

(a) Reconciliation to cash at the end of the year

The above figures are reconciled to cash at the end of the financial period as shown in the statement of cash flows as follows:

	Consolidated entity	
	31 December 2014 $	30 June 2014 $
Cash and cash equivalents	**15,988,448**	27,179,608

8 *Current assets - Trade and other receivables*

	Consolidated entity	
	31 December 2014 $	30 June 2014 $
Trade receivables	**35,698,638**	22,572,802
Retentions	**317,812**	321,055
Other receivables	**438,201**	630,567
	36,454,651	23,524,424

Trade and other receivables are expected to be recovered when due as there are no credit quality or impairment issues as at 31 December 2014.

Retention amounts arise as part of the usual operating activities of the Group. There are no amounts impaired at half year.

Due to the short term nature of these receivables, their carrying value amount is assumed to approximate their fair value. The maximum exposure to credit risk is the fair value of receivables. Collateral is not held as security nor is it the Group's policy to transfer (on-sell) receivables to special purpose entities.

9 *Current assets - Contracts in progress and inventories*

	Consolidated entity	
	31 December 2014 $	30 June 2014 $
Construction work in progress	**5,586,914**	861,677
Inventories of materials and spares*	**8,911,757**	8,056,376
	14,498,671	8,918,053

*Inventories of materials and spares include major component spares totalling **$1,877,361** (June 2014: $2,126,466) that are measured at Net Realisable Value.

9 *Current assets - Contracts in progress and inventories (continued)*

(a) Construction work in progress

	Consolidated entity	
	31 December 2014 $	30 June 2014 $
Contract costs incurred and recognised profits less recognised losses	**119,418,158**	64,972,288
Less progress billing	**(113,845,244)**	(67,127,595)
	5,572,914	(2,155,307)
Represented by:		
Amounts due from customers	**5,586,914**	861,677
Amounts due to customers	**(14,000)**	(3,016,384)
	5,572,914	(2,155,307)

10 *Current tax receivables*

	Consolidated entity	
	31 December 2014 $	30 June 2014 $
Current assets		
Current tax receivables	**2,194,336**	996,224

11 *Current assets - Land held for Development*

	Consolidated entity	
	31 December 2014 $	30 June 2014 $
Land Development Darwin	**11,325,667**	10,425,381
(a) Total land held for Development (current and non-current)		
At beginning of year	**10,425,381**	10,738,964
Additions	**9,508,668**	14,431,780
Less sales	**(8,608,382)**	(14,745,363)
At end of year	**11,325,667**	10,425,381
Disclosed as:		
Current	**11,325,667**	10,425,381
Non-current	**0**	0
	11,325,667	10,425,381

(b) Property held for development and resale
Title on the residential housing blocks transfer from the Crown to the Group prior to Settlement.

12 *Property, plant and equipment*

	Consolidated entity			
Consolidated entity	**Plant and equipment $**	**Office furniture & equipment $**	**Motor vehicles $**	**Total $**
At 1 July 2013				
Cost or fair value	106,769,553	3,926,791	2,492,156	113,188,500
Accumulated depreciation	(47,460,639)	(1,312,038)	(1,680,464)	(50,453,141)
Net book amount	59,308,914	2,614,753	811,692	62,735,359
Movement for the year ended 30 June 2014				
Opening net book amount	59,308,914	2,614,753	811,692	62,735,359
Additions	3,732,117	84,059	-	3,816,176
Disposals	(579,110)	-	(86,618)	(665,728)
Depreciation charge	(9,264,476)	(836,218)	(211,019)	(10,311,713)
Closing net book amount	**53,197,445**	**1,862,594**	**514,055**	**55,574,094**
At 30 June 2014				
Cost or fair value	107,024,916	3,989,148	2,095,899	113,109,963
Accumulated depreciation	(53,827,471)	(2,126,554)	(1,581,844)	(57,535,869)
Net book amount	**53,197,445**	**1,862,594**	**514,055**	**55,574,094**
Consolidated entity				
Movement for the half-year ended 31 December 2014				
Opening net book amount	**53,197,445**	**1,862,594**	**514,055**	**55,574,094**
Additions	**20,114,770**	**455,757**	**1,013,283**	**21,583,810**
Disposals	**(656,773)**	**-**	**(41,141)**	**(697,914)**
Depreciation charge	**(3,754,342)**	**(290,512)**	**(126,136)**	**(4,170,990)**
Closing net book amount	**68,901,100**	**2,027,839**	**1,360,061**	**72,289,000**
At 31 December 2014				
Cost or fair value	**124,113,392**	**4,444,719**	**2,858,083**	**131,416,194**
Accumulated depreciation	**(55,212,292)**	**(2,416,880)**	**(1,498,022)**	**(59,127,194)**
Net book amount	**68,901,100**	**2,027,839**	**1,360,061**	**72,289,000**

Refer to Note 19 for details of asset encumbrances.

13 *Current liabilities - Trade and other payables*

	Consolidated entity	
	31 December 2014 $	30 June 2014 $
Trade payables	**39,476,715**	23,310,757
Accrued expenses	**8,123,544**	8,810,810
Insurance - Premium Funding	**241,185**	964,741
Other payables	**58,727**	-
	47,900,171	33,086,308

Due to the short term nature of these payables, their carrying value is assumed to approximate their fair value.

14 *Current liabilities - Borrowings*

	Consolidated entity	
	31 December 2014 $	30 June 2014 $
Secured		
Hire purchase liabilities (note 19)	**14,526,749**	10,384,294
Total secured current borrowings	**14,526,749**	10,384,294

The hire purchase liabilities are secured by the assets under finance and in the event of default, the assets revert to the finance company.

15 *Non-current liabilities - Borrowings*

	Consolidated entity	
	31 December 2014 $	30 June 2014 $
Secured		
Hire purchase liabilities (note 19)	**26,367,397**	17,841,316
Total secured non-current borrowings	**26,367,397**	17,841,316

16 *Contributed equity*

Share capital

	Parent Entity		Parent Entity	
	31 December 2014 Shares	30 June 2014 Shares	**31 December 2014 $**	30 June 2014 $
Share capital				
Ordinary shares - fully paid	**126,500,000**	110,000,000	**36,991,172**	29,170,572

During the period 16,500,000 shares were issued to institutional investors and sophisticated investors at 50 cents per share

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

In the event of a winding up of the company, ordinary shareholders rank after all other shareholders and creditors, and are entitled to any surplus proceeds of liquidation.

17 *Other reserves and retained earnings*

Other reserves

	Consolidated entity	
	31 December 2014 $	30 June 2014 $
Reserves		
Share-based payments	**338,982**	338,982

The share based payment reserve is used to recognise the grant date fair value of options issued to employees but not exercised.

18 *Contingencies*

Guarantees
In the ordinary course of business the Group is called upon to provide guarantees and performance bonds in relation to work undertaken.

A performance bond facility of **$30,000,000** (June 2014: $25,000,000) exists with Vero Insurance Limited secured by a Deed of Indemnity and Guarantee provided by the Parent Company. At 31 December 2014 **$11,464,027** (June 2014: $11,835,249) of this facility was utilised.

Brierty Limited has a **$30,000,000** bank guarantee facility (June 2014: $20,000,000) established with its bankers. This facility is reduced by the amount of any bank overdraft that is utilised by the Group (at 31 December 2014 and 30 June 2014 the bank overdraft utilised was nil and nil respectively). At 31 December 2014 **$12,457,521** (June 2014: $11,586,696) of the bank guarantee facilities were utilised.

18 *Contingencies (continued)*

Contingencies
In undertaking long term engineering and construction contracts there is always the possibility of claims in progress. To the extent that any such claims or potential claims may exist that the Group is aware of, they are assessed on their merits and if considered necessary (which may be after taking legal advice), a provision for potential costs would be recognised and included in the accounts as part of the forecast outcome on completion of a particular contract. Any such provision would be an estimate based on the information available at the time.

19 *Commitments*

Lease commitments

(i) Non-cancellable operating leases
The parent Company leases the Group's head office under non-cancellable operating leases expiring within six years. On renewal, the terms of the lease are renegotiated.

The parent Company also leases various office equipment under cancellable operating leases. The Group is required to give one months notice for termination of these leases.

(ii) Hire purchase contracts (finance leases)
The Group has various plant and equipment with a carrying amount of **$51,657,422** (June 2014: $34,881,914) under hire purchase contracts expiring within one to five years.

19 *Commitments (continued)*

Lease commitments (continued)

	Consolidated entity	
	31 December 2014 $	30 June 2014 $
Commitments in relation to finance leases are payable as follows:		
Within one year	**16,638,444**	12,018,542
Later than one year but not later than five years	**28,159,110**	18,850,804
Minimum lease payments	**44,797,554**	30,869,346
Future finance charges	**(3,903,407)**	(2,643,736)
Total lease liabilities	**40,894,147**	28,225,610
Representing lease liabilities:		
Current	**14,526,749**	10,384,294
Non-current	**26,367,397**	17,841,316
	40,894,146	28,225,610

The weighted average interest rate implicit in the hire purchase contracts is **6.62%** (June 2014: 7.33%).

There have been no other changes to commitments and contingencies as disclosed in the most recent annual financial report.

20 *Events occurring after the reporting period*

No matter or circumstance has occurred subsequent to period end that has significantly affected, or may significantly affect, the operations of the Group, the results of those operations or the state of affairs of the Group in subsequent financial periods.

The directors have declared an interim dividend for the half-year ended 31 December 2014 of 1.25 cents per share fully franked based on tax paid at 30%.

21 *Interest in Joint Arrangements*

During the half-year the Group continued operations in an unincorporated Joint Operation with Ngarluma Yindjibarndi Foundation Limited (NYFL) of which Brierty has a 70% share.

During the half-year the Group also continued operations in an unincorporated Joint Operation with Karlayura of which Brierty has a 70% share.

Both Joint Operations worked on operations in the Pilbara.

Brierty will be liable for all liabilities in the Joint Operation in proportion to its share.

22 *Financial Instruments*

The value of the Group's financial assets and liabilities will be impacted by changes in interest rates. At 31 December 2014, the carrying value of the financial assets and liabilities approximate their fair values.

In the directors' opinion:

(a) the Financial Statements and notes set out on pages 5 to 22 are in accordance with the *Corporations Act 2001*, including:
  (i) complying with Accounting Standard AASB 134 Interim Financial Reporting, and the *Corporations Regulations 2001*, and
  (ii) giving a true and fair view of the consolidated entity's financial position as at 31 December 2014 and of its performance for the half-year ended on that date, and

(b) there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable, and

The directors have been given the declarations by the chief executive officer and chief financial officer required by section 295A of the *Corporations Act 2001*.

This declaration is made in accordance with a resolution of the directors of Brierty Limited.

Dalton L Gooding (Chairman)
Director

Peter McBain
Director
South Perth

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To the members of Brierty Limited report on the half-year financial report

We have reviewed the accompanying half-year financial report of Brierty Limited, which comprises the consolidated statement of financial position as at 31 December 2014, the 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 comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration of the consolidated entity comprising the company and the entities it controlled at the half-year 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 controls as the directors determine are 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 financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the consolidated entity's financial position as at 31 December 2014 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of Brierty Limited and the entities it controlled during the half-year, 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*. We have given to the directors of the company a written Auditor's Independence Declaration, a copy of which is included in the directors' report.

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 Brierty Limited is not in accordance with the *Corporations Act 2001*, including:

a) giving a true and fair view of the consolidated entity's financial position as at 31 December 2014 and of its performance for the half-year ended on that date; and

b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Ernst & Young

Ernst & Young

Fiona Drummond
Partner
Perth
23 February 2015