



News Release

STOCK EXCHANGE LISTINGS: NEW ZEALAND (FBU), AUSTRALIA (FBU).

ROLLOVER OF MARCH 2011 CAPITAL NOTES

Auckland, Friday, 28 January, 2011 – Fletcher Building Limited advises that noteholders of the March 2011 Capital Notes (FBU190) have been sent an election notice outlining the new terms that will apply from 15 March 2011.

Noteholders have the option to retain some or all of their capital notes on the new terms offered or to convert them into fully paid Fletcher Building shares. However, Fletcher Building Limited has the right to redeem or purchase for cash, either directly or by a nominee, any of the capital notes that noteholders elect to convert.

Fletcher Building Limited has determined that it will exercise this option and will have a nominee purchase for cash those capital notes which noteholders have elected to convert.

The noteholders have until 24 February 2011 to advise their election.

The new terms of the March 2011 Capital Notes are:

- New Election Date:** 15 March 2017
- New Interest Rate:** 7.50 % per annum
- Interest Dates:** Interest dates will not change being each 15 March and 15 September thereafter until, and including, the Final Interest Date
- The Capital Notes will be known as:** March 2017 or FBU230

Copies of the election notice and a covering letter to the noteholders are attached to this announcement.

On 15 December 2010 Fletcher Building announced a proposal, subject to noteholder approval, to consolidate all Fletcher Building capital notes, into Fletcher Building Industries Limited ("Fletcher Building Industries"). This proposal, which is expected to be considered by Fletcher Building noteholders in March or April 2011, would include those holders of March 2011 Capital Notes that accept the new terms and become March 2017 Capital Notes.

This means that if noteholders elect to retain their capital notes on the new terms set out above, and the consolidation proposal is subsequently implemented, they will receive new Fletcher Building Industries capital notes with the same new election date, interest rate

and interest dates as are set out above and, in all other respects, the terms of the new Fletcher Building Industries capital notes that noteholders receive will be substantially the same as the terms of their existing March 2017 Capital Notes in Fletcher Building.

Contact:

Sara Double
Treasurer
Phone: +64 9 525 9339
Fax: +64 9 525 9029

End