

Directors' Report

The Directors present their report together with the Half Year Financial Report and the Consolidated Financial Statements of the economic entity, Lend Lease Corporation Limited ('Lend Lease') for the six months ended 31 December 2003.

1. Directors

The name of each person who has been a Director of Lend Lease between 1 July 2003 and the date of this report is:

D A Crawford, Chairman	Director since 2001. Appointed Chairman in May 2003
G A Clarke, Managing Director	Appointed 9 December 2002
J E Curin	Appointed 8 September 2003
G G Edington	Director since 1999
P C Goldmark	Director since 1999
R A Longes, Deputy Chairman	Director since 1986, Deputy Chairman since 2000
R E Tsenin	Retired 31 August 2003

2. Review of Operations and Consolidated Results

Review of operations included in the Managements Discussion and Analysis of Financial Condition and Results of Operations (MD&A) included with the Consolidated Financial Statements.

For the six months to 31 December 2003, Lend Lease reported an operating profit after tax of A\$188.2 million as compared to the loss after tax for the six months ended 31 December 2002 of A\$369.4 million.

An increased unfranked interim dividend of A\$73.7 million (December 2002 A\$43.5 million franked) has been approved by the Directors. The interim dividend of 18 cents per share will be paid on 17 March 2004 (prior period 10 cents per share paid on 19 March 2003).

3. Rounding Off

Lend Lease is a company of the kind referred to in the Australian Securities and Investments Commission Class Order 98/100 dated 10 July 1998, and in accordance with that class order, amounts in the financial statements and this report have been rounded off to the nearest tenth of a million dollars, or where the amount is A\$50,000 or less, zero, unless specifically stated otherwise.

This report is made in accordance with a resolution of the Board of Directors and is signed for and on behalf of the Directors.

Sydney, 19 February 2004

D A Crawford
Chairman

G A Clarke
Managing Director