



BRC ASIA LIMITED

Incorporated in the Republic of Singapore
Company Registration No. 193800054G

Dividend Policy for FY2019 and FY2020

The Board of Directors (the “**Board**”) of BRC Asia Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) wishes to announce the adoption of a dividend policy that aims to provide Shareholders of the Company (the “**Shareholders**”) with a target annual dividend payout of not less than 30% of net profit attributable to Shareholders, excluding non-recurring, one-off and exceptional items, for the financial years ending 30 September 2019 (“**FY2019**”) and 30 September 2020 (“**FY2020**”).

In proposing any dividend payout, the Board shall take into account, *inter alia*:-

- i. The level of the Group’s cash and retained earnings;
- ii. The Group’s actual and projected financial performance;
- iii. The Group’s projected levels of capital expenditure and other investment plans;
- iv. The Group’s working capital requirements;
- v. Restrictions on payment of dividends imposed on the Group by the Group’s financing arrangements (if any); and
- vi. Any other factors that the Board deems appropriate.

In view of the Group’s unaudited financial results for the second quarter of FY2019 and the financial prospects, the Board wishes to announce that it is the Group’s intention to pay as final dividend, an amount no less than S\$0.05 per share for FY2019, subject to the Board’s recommendation and Shareholders’ approval. The Company would caution Shareholders that the aforesaid intended final dividend per share should not be interpreted to translate to any specific projected net profits attributable to Shareholders for FY2019 or FY2020.

This dividend policy and the declared intention of future dividend are formulated based on the Group’s projected financial prospects for FY2019 and FY2020. The Board strives to maintain a balance between meeting the Shareholders’ expectations and prudent capital management, with a sustainable dividend policy.

The dividend policy is subject to the Board’s continuing determination that the policy shall be in the best interest of the Group and its Shareholders, and are in compliance with all applicable laws and regulations. The Board will continually review the dividend policy and reserves the rights in its sole and absolute discretion to update, amend, modify and/or cancel the dividend policy at any time.

Investors should note that the foregoing statement of the Group’s dividend policy is a statement of the Board’s present intention and does not constitute a legal binding obligation of the Group to declare a dividend at any time or from time to time.

On behalf of the Board

Seah Kiin Peng
Chief Executive Officer
13 May 2019