



BRC Asia Limited

Unaudited 12 Months Financial Statement and Dividend Announcement for the Year Ended 30 September 2014

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS

1(a) Consolidated Statement of Comprehensive Income for the financial year ended 30 September 2014

	2014 \$'000	2013 \$'000	+ / (-) %
Revenue	397,365	425,024	(7)
Cost of sales	<u>(342,765)</u>	<u>(360,510)</u>	(5)
Gross profit	54,600	64,514	(15)
Other income [note (a)]	1,203	2,812	(57)
Expenses			
- Distribution expenses	(5,216)	(4,976)	5
- Administrative expenses	(12,476)	(13,011)	(4)
- Finance costs	(1,168)	(1,280)	(9)
- Other operating expenses	(4,034)	(3,520)	15
Share of results of joint venture	324	(856)	n.m.
Profit before tax [note (b)]	<u>33,233</u>	<u>43,683</u>	(24)
Income tax expense [note (c)]	(4,800)	(8,019)	(40)
Profit net of tax	<u>28,433</u>	<u>35,664</u>	(20)
Other comprehensive income:			
- Fair value (loss)/gain on available-for-sale financial assets	(12)	17	n.m.
- Foreign currency translation	30	733	(96)
Other comprehensive income for the financial year, net of tax	<u>18</u>	<u>750</u>	(98)
Total comprehensive income for the financial year	<u>28,451</u>	<u>36,414</u>	(22)
Profit net of tax attributable to:			
Owners of the parent	28,443	35,666	(20)
Non-controlling interests	<u>(10)</u>	<u>(2)</u>	n.m.
	<u>28,433</u>	<u>35,664</u>	(20)
Total comprehensive income attributable to:			
Owners of the parent	28,463	36,418	(22)
Non-controlling interests	<u>(12)</u>	<u>(4)</u>	200
	<u>28,451</u>	<u>36,414</u>	(22)

n.m. denotes not meaningful

	2014	2013	+ / (-)
	\$'000	\$'000	%
Note (a) - Other income			
Interest Income	15	5	200
Dividend income	8	24	(67)
Government grant	264	152	74
Sundry income	17	-	n.m.
Gain from fair value changes on currency forward contracts [2]	899	-	n.m.
Foreign exchange gain, net [2]	-	2,631	n.m.
Total	<u>1,203</u>	<u>2,812</u>	(57)

Note (b) - Profit before tax is arrived at after charging the following:

Interest expense on borrowings	1,169	1,280	(9)
Depreciation of property, plant and equipment	5,060	3,530	43
Rental expense on operating leases	4,888	4,798	2
Provision for onerous contracts [1]	328	-	n.m.
Foreign exchange loss, net [2]	811	-	n.m.
Loss from fair value changes on currency forward contracts [2]	-	630	n.m.
Allowance for impairment of receivables, net	1,233	559	136
Bad debts written off	11	-	n.m.
Allowance for inventory obsolescence	2,420	-	n.m.
Write-off of property, plant and equipment	29	25	16
Share options expense [3]	866	1,101	(21)

Note (c) - Income tax expense

	<u>The Group</u>	
	2014	2013
	\$'000	\$'000
Tax expense attributable to profit is made up of :		
Provision in respect of current financial year		
Current income tax	3,229	6,782
Deferred income tax	2,085	1,237
	<u>5,314</u>	<u>8,019</u>
Over provision in respect of previous financial years		
Current income tax	(431)	-
Deferred income tax	(83)	-
Total income tax expense recognised in statement of comprehensive income	<u>4,800</u>	<u>8,019</u>

Comments on Group Profit and Loss

- [1] Provision for onerous contracts are made for sales contracts under which the costs to meet the obligations are expected to exceed the sales value. These provisions are released when these contractual obligations are met or when the costs to meet the obligations no longer exceed the sales value.
- [2] The bulk of the Group's transactional foreign currency exposures arise from the purchase of steel, the principal raw material which is generally denominated in US Dollar. These exposures are hedged using forward exchange contracts. As the Group did not adopt hedge accounting under FRS 39, changes in the fair value of foreign currency forward contracts and foreign exchange differences between forward contract settlement rates and prevailing transaction rates are recognised immediately in profit or loss.
- [3] Share options expense relates to the fair value of share options granted to employees of the Company pursuant to the BRC Share Option Scheme 2011. The expense recognised reflects the extent to which the vesting period has expired.

1(b)(i) A Statement of Financial Position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year

	<u>The Group</u>		<u>The Company</u>	
	September 2014 \$'000	September 2013 \$'000	September 2014 \$'000	September 2013 \$'000
Current assets				
Trade and other receivables	76,517	77,704	72,654	77,703
Amount due from subsidiaries	-	-	21,383	10,897
Inventories	100,450	97,608	92,250	97,214
Prepayments	3,266	1,351	3,190	1,321
Deposits	712	716	653	657
Derivative financial instruments	899	-	899	-
Cash and cash equivalents	22,606	18,251	18,479	17,893
	204,450	195,630	209,508	205,685
Non-current assets				
Property, plant and equipment	67,334	61,216	55,474	51,095
Investment in subsidiaries	-	-	7,385	5,453
Investment in joint venture	10,154	9,860	6,076	6,076
Available-for-sale financial assets	2,026	142	2,026	142
	79,514	71,218	70,961	62,766
Total assets	283,964	266,848	280,469	268,451
Current liabilities				
Trade and other payables	37,186	44,863	39,688	48,059
Advances received / prepayments	2,341	15	2,341	15
Derivative financial instruments	-	630	-	630
Loan and borrowings	50,133	58,336	44,631	58,336
Current income tax liabilities	3,259	7,400	3,259	7,400
	92,919	111,244	89,919	114,440
Non-current liabilities				
Provision for retirement benefits	518	500	518	500
Loan and borrowings	17,161	4,250	17,161	4,250
Deferred income tax liabilities	6,582	4,580	6,582	4,580
	24,261	9,330	24,261	9,330
Total liabilities	117,180	120,574	114,180	123,770
Net assets	166,784	146,274	166,289	144,681
Share capital and reserves				
Share capital	67,931	59,265	67,931	59,265
Treasury shares	(190)	(190)	(190)	(190)
Capital reserve	597	597	597	597
Fair value adjustment reserve	(6)	6	(6)	6
Share option reserve	932	1,590	932	1,590
Foreign currency translation reserve	(439)	(471)	-	-
Retained earnings	97,962	85,468	97,025	83,413
Equity attributable to owners of parent	166,787	146,265	166,289	144,681
Non-controlling interests	(3)	9	-	-
Total equity	166,784	146,274	166,289	144,681

1(b)(ii) Aggregate amount of group's borrowings and debt securities

Amount repayable in one year or less, or on demand

	September 2014		September 2013	
	Secured \$'000	Unsecured \$'000	Secured \$'000	Unsecured \$'000
Term loan	3,000	-	3,000	-
Bills payable	-	44,653	-	55,336
Finance lease liabilities	2,480	-	-	-
	<u>5,480</u>	<u>44,653</u>	<u>3,000</u>	<u>55,336</u>

Amount repayable after one year

	September 2014		September 2013	
	Secured \$'000	Unsecured \$'000	Secured \$'000	Unsecured \$'000
Term loan	1,250	-	4,250	-
Finance lease liabilities	5,911	-	-	-
Convertible bonds	-	10,000	-	-
	<u>7,161</u>	<u>10,000</u>	<u>4,250</u>	<u>-</u>

Details of any collateral

Term loan of S\$4.3 million (2013: S\$7.3 million) secured by a mortgage over a leasehold building at No. 5, Sixth Lok Yang Road, Singapore 628103.

Finance lease liabilities of S\$8.4 million (2013: Nil) are secured by certain plant and equipment. The carrying amount of plant and equipment held under finance leases are S\$9.4 million (2013: Nil) at the balance sheet date.

1(c) A Statement of Cash Flow (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year

	2014	2013
	\$'000	\$'000
Cash flows from operating activities		
Profit before tax	33,233	43,683
Adjustments for :		
Share of results of joint venture	(324)	856
Depreciation of property, plant and equipment	5,060	3,530
Write-off of property, plant and equipment	29	25
Allowance for impairment of trade receivables	1,319	674
Bad debts recovered	(86)	(115)
Bad debts written off	11	-
Provision for onerous contracts	328	-
Provision for retirement benefits	29	40
Unrealised exchange differences	(25)	135
Fair value changes on derivatives	(899)	630
Share options expense	866	1,101
Interest expense	1,169	1,280
Interest income	(15)	(5)
Dividend income	(8)	(24)
Operating cash flow before working capital changes	40,687	51,810
Change in operating assets and liabilities		
Trade and other receivables	(55)	13,713
Inventories	(2,843)	(16,866)
Other current assets	(1,911)	3,840
Trade and other payables	(6,488)	(1,893)
Cash flows from operations	29,390	50,604
Income tax paid	(6,936)	(940)
Retirement benefits paid	(11)	-
Net cash flows from operating activities	22,443	49,664
Cash flows from investing activities		
Purchases of property, plant and equipment	(11,185)	(20,524)
Purchase of available-for-sale financial assets	(1,896)	-
Interest received	16	5
Dividend received	58	24
Net cash flows used in investing activities	(13,007)	(20,495)
Cash flows from financing activities		
Proceed from issuance of ordinary shares	7,142	5,093
Net proceeds from finance lease	8,391	-
(Repayment of)/proceeds from term loan	(3,000)	7,250
Proceeds from issuance of convertible bonds	10,000	-
Repayment of from bills payable to banks	(10,682)	(34,591)
Purchase of treasury shares	-	(190)
Dividends paid on ordinary shares	(15,949)	(13,351)
Interest paid	(995)	(1,245)
Net cash flows used in financing activities	(5,093)	(37,034)
Net increase / (decrease) in cash and cash equivalents	4,343	(7,865)
Cash and cash equivalents at beginning of financial year	18,251	26,118
Effects of exchange rate changes on cash and cash equivalents	12	(2)
Cash and cash equivalents at end of financial year	22,606	18,251

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year

Statement of Changes in Equity – Group

	<u>Attributable to Owners of Parent</u>							<u>Non-controlling interests</u>	<u>Equity, Total</u>	
	<u>Share capital</u>	<u>Treasury shares</u>	<u>Capital reserve</u>	<u>Fair value reserve</u>	<u>Share option reserve</u>	<u>Currency translation reserve</u>	<u>Retained earnings</u>	<u>Total</u>		
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	
Balance at 1 October 2012	52,997	-	597	(11)	1,664	(1,206)	63,153	117,194	13	117,207
Profit, net of tax	-	-	-	-	-	-	35,666	35,666	(2)	35,664
Other comprehensive income for the financial year	-	-	-	17	-	735	-	752	(2)	750
Total comprehensive income for the financial year	-	-	-	17	-	735	35,666	36,418	(4)	36,414
Grant of equity-settled share options scheme to employees	-	-	-	-	1,101	-	-	1,101	-	1,101
Cash dividends on ordinary shares	-	-	-	-	-	-	(13,351)	(13,351)	-	(13,351)
Issuance of ordinary shares pursuant to exercise of share options to employee	6,268	-	-	-	(1,175)	-	-	5,093	-	5,093
Purchase of treasury shares	-	(190)	-	-	-	-	-	(190)	-	(190)
Balance at 30 September 2013	59,265	(190)	597	6	1,590	(471)	85,468	146,265	9	146,274
Balance at 1 October 2013	59,265	(190)	597	6	1,590	(471)	85,468	146,265	9	146,274
Profit, net of tax	-	-	-	-	-	-	28,443	28,443	(10)	28,433
Other comprehensive income for the financial year	-	-	-	(12)	-	32	-	20	(2)	18
Total comprehensive income for the financial year	-	-	-	(12)	-	32	28,443	28,463	(12)	28,451
Grant of equity-settled share options scheme to employees	-	-	-	-	866	-	-	866	-	866
Cash dividends on ordinary shares	-	-	-	-	-	-	(15,949)	(15,949)	-	(15,949)
Issuance of ordinary shares pursuant to exercise of share options to employee	8,666	-	-	-	(1,524)	-	-	7,142	-	7,142
Balance at 30 September 2014	67,931	(190)	597	(6)	932	(439)	97,962	166,787	(3)	166,784

Statement of Changes in Equity-Company

	<u>Share capital</u>	<u>Treasury shares</u>	<u>Capital reserve</u>	<u>Fair value reserve</u>	<u>Share option reserve</u>	<u>Retained earnings</u>	<u>Total</u>
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Balance at 1 October 2012	52,997	-	597	(11)	1,664	58,500	113,747
Profit, net of tax	-	-	-	-	-	38,264	38,264
Other comprehensive income for the financial year	-	-	-	17	-	-	17
Total comprehensive income for the financial year	-	-	-	17	-	38,264	38,281
Grant of equity-settled share options scheme to employees	-	-	-	-	1,101	-	1,101
Issuance of ordinary shares pursuant to exercise of share options to employee	6,268	-	-	-	(1,175)	-	5,093
Cash dividends on ordinary shares	-	-	-	-	-	(13,351)	(13,351)
Purchase of treasury shares	-	(190)	-	-	-	-	(190)
Balance at 30 September 2013	59,265	(190)	597	6	1,590	83,413	144,681
Balance at 1 October 2013	59,265	(190)	597	6	1,590	83,413	144,681
Profit, net of tax	-	-	-	-	-	29,561	29,561
Other comprehensive income for the financial year	-	-	-	(12)	-	-	(12)
Total comprehensive income for the financial year	-	-	-	(12)	-	29,561	29,549
Grant of equity-settled share options scheme to employees	-	-	-	-	866	-	866
Issuance of ordinary shares pursuant to exercise of share options to employee	8,666	-	-	-	(1,524)	-	7,142
Cash dividends on ordinary shares	-	-	-	-	-	(15,949)	(15,949)
Balance at 30 September 2014	67,931	(190)	597	(6)	932	97,025	166,289

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year

Number of issued shares (excluding treasury shares)

As at 1 October 2013	892,757,064
Issuance of new ordinary shares from exercise of employee share options	<u>45,332,000</u>
As at 30 September 2014	<u>938,089,064</u>

Share options

The BRC Share Option Scheme 2011 (the "Option Scheme") for employees of the Company was approved by members of the Company at the Extraordinary General Meeting held on 25 January 2011.

Movement of share options during the financial year ended 30 September 2014

Outstanding at 30 September 2013 / 1 October 2013	73,585,000
- Exercised between October 2013 to December 2013	<u>(1,628,000)</u>
Outstanding at 31 December 2013 / 1 January 2014	71,957,000
- Exercised between January 2014 to March 2014	<u>(18,622,000)</u>
Outstanding at 31 March 2014 / 1 April 2014	53,335,000
- Exercised between April 2014 to June 2014	<u>(25,082,000)</u>
Outstanding at 30 June 2014 / 1 July 2014	28,253,000
- Exercised between July 2014 to September 2014	<u>-</u>
Outstanding at 30 September 2014	<u>28,253,000</u>

Convertible Bonds

The Company issued S\$10,000,000 equity-linked redeemable convertible bonds on 16 May 2014. The total net proceeds of S\$10,000,000 had been used to pay off part of the Company's existing trust receipts.

The convertible bonds outstanding as at 30 September 2014 are as follow:

Principal amount outstanding	Maturity date	Conversion price as at 30 Sept 2014
<u>Convertible bonds due 2019</u>		
S\$10 million at 5 percent per annum	16 May 2019	S\$0.20

Assuming all convertible bonds are fully converted based on the conversion price, the number of new shares to be issued will be 50,000,000, representing 5.33% of the total number of shares in issue (excluding treasury shares) as at 30 September 2014.

1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year

	30 September 2014	30 September 2013
Total number of issued shares	938,089,064	892,757,064

1(d)(iv) A statement showing all sales, transfer, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on

	30 September 2014	30 September 2013
Total number of treasury shares	1,200,000	1,200,000

2. Whether the figures have been audited, or reviewed and in accordance with which standard (e.g. the Singapore Standard on Auditing 910 (Engagements to Review Financial Statements), or an equivalent standard

The figures have not been audited or reviewed.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of matter)

Not applicable.

4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied

Except as disclosed in paragraph 5 below, the Group has applied the same accounting policies and methods of computation to the financial statements for the current financial year and the most recent audited annual financial statements for the financial year ended 30 September 2013.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change

The Group has adopted the new or revised Singapore Financial Reporting Standards ("FRS") and Interpretations of FRS ("INT FRS") which became effective for the current financial year, where applicable. The adoption of these FRS and INT FRS did not result in any substantial changes to the Group's accounting policies and there is no material impact on the financial statements of the Group since 1 October 2013.

6. Earnings per ordinary share of the group for the current period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends

Earnings per ordinary share (cents)

The Group	2014	2013
- Basic	3.107	4.065
- Diluted basis	3.102	4.037

Earnings per ordinary share were calculated based on weighted average number of shares during the period.

Weighted average number of shares for basic earnings per share computation as of 30 September 2014 and 30 September 2013 were 915,586,806 and 877,332,119 shares respectively, excluding treasury shares.

Weighted average number of shares for diluted earnings per share computation as of 30 September 2014 and 30 September 2013 were 916,980,606 and 883,474,682 shares respectively, excluding treasury shares.

7. Net asset value (for the issuer and group) per ordinary share based on issued share capital excluding treasury shares of the issuer at the end of the (a) current period reported on and (b) immediately preceding financial year

Net asset value per ordinary share (cents)

	2014	2013
The Group	17.78	16.38
The Company	17.73	16.21

Net asset value per ordinary share was calculated based on 938,089,064 shares as at 30 September 2014 and 892,757,064 shares as at 30 September 2013.

8. **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group’s business. The review must discuss any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on**

GROUP INCOME STATEMENT

Singapore

Revenue

Despite higher volume delivered, revenue for the current financial year decreased by 7% to S\$397.4 million compared to the previous financial year mainly because of lower unit selling prices which were in tandem with declining steel costs.

Gross profit and gross profit margin

Gross profit decreased by 15% to S\$54.6 million compared to the previous financial year; similarly, gross profit margin as a percentage of sales decreased from 15.2% to 13.7%.

Intensifying competition arising from influx of new players and increased production capacities in the local reinforcing industry have put profit margins under pressure.

Distribution cost and administrative expenses

The increased distribution cost arising from more prompt payment discounts taken up by customers was partly offset by lower personnel related costs. Administrative expenses was also lower due to decrease in personnel related costs.

Finance cost

Finance costs decreased due to lower bank borrowings required to finance trade bills.

Other operating expenses

Other operating expenses increased by 15% to S\$4.0 million from S\$3.5 million incurred in the previous financial year. The increase is mainly due to higher allowance for doubtful debts of S\$1.3 million recorded in the current financial year (2013: S\$0.6 million).

China

The Group’s share of profits from the investment in the joint venture in China (“JV”) improved during the current financial year mainly due to the lower allowance for doubtful debts of approximately S\$0.1 million compared to S\$1.4 million in the previous financial year.

Group

The Group's net profit for current financial year decreased by 20% from S\$35.7 million to S\$28.4 million compared to the previous financial year.

GROUP BALANCE SHEET & CASH FLOW

As at 30 September 2014, the Group's balance sheet remained strong with net assets of S\$166.8 million and net asset value per ordinary share of 17.78 cents. Increase in prepayments was largely related to advance payment to machinery suppliers.

Cash and cash equivalents increased by S\$4.3 million as net cash flow of S\$22.4 million generated from operating activities was higher than net cash flows of S\$5.1 million and S\$13.0 million used in financing and investing activities respectively.

Net cash flows used in financing activities were mainly for dividend payment of S\$15.9 million as well as bills and loan repayment of S\$13.7 million, partly offset by proceeds of S\$7.1 million from issue of ordinary shares pursuant to the exercise of options granted under the BRC Share Option Scheme 2011, \$8.4 million proceeds from finance lease and \$10.0 million from issue of convertible bonds. Net cash flows used in investing activities were mainly for purchases of plant and equipment during the financial year.

9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results

The Group's results for FY 2014 were in line with the commentary in paragraph 10 of the previous Results Announcement.

10. A commentary at the date of the announcement of the competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months

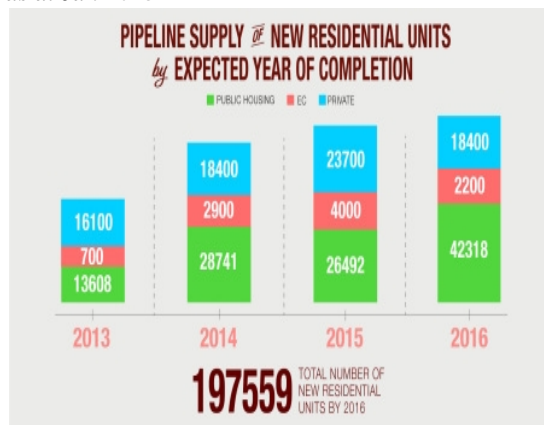
Singapore

In latest economic numbers published by the Ministry of Trade and Industry (MTI), Singapore’s gross domestic product (GDP) in 2014 is on track to achieve the growth forecast of 2.5%-3.5%.¹ According to the Monetary Authority of Singapore (MAS), going forward, the global economy should continue to expand, albeit at an uneven pace across countries, and this should lend some support to the external-oriented sectors of the Singapore economy. However, domestic-oriented sectors could see a slower pace of growth; specifically, construction activities in the private segment would taper off. On balance, the MAS projects that Singapore’s GDP next year should maintain a broadly similar pace of expansion as this year’s.²

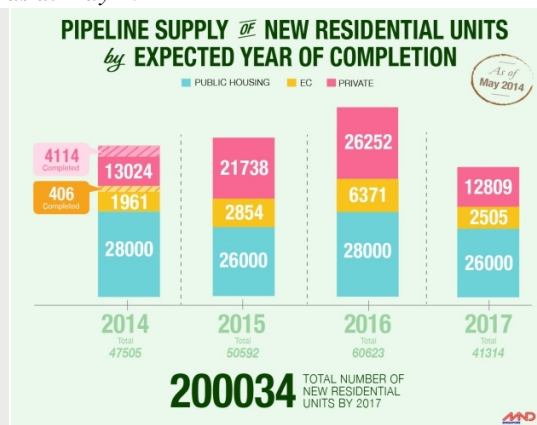
The latest third quarter 2014 Real Estate Sentiment Index³ (RESI), which measures the perceptions and expectations of real estate development and market conditions in Singapore, indicated a bleak market outlook for the next 6 months. According to Associate Professor Sing Tien Foo at the National University of Singapore’s Department of Real Estate, “The continued weakening of the market sentiment implies that price corrections are expected to persist in the future; and developers are expected to face strong headwind ahead trying to improve sales of new residential projects in the next six months”.⁴ The expected slowdown in real estate development activities would curb the growth of demand for construction in the longer term.

Be that as it may, the following 2 charts by the Ministry of National Development (MND) clearly show that the construction pipeline for residential property will remain in a supernormal state for the foreseeable future.

as at Jan 2013⁵



as at May 2014⁶



¹ <http://www.mti.gov.sg/NewsRoom/Pages/Senior-Minister-of-State-Lee-Yi-Shyan's-reply-to-Parliament-Questions-on-risks-to-the-Singapore-economy.aspx>

² Macroeconomic Review, October 2014, MAS

³ The Real Estate Sentiment Index (RESI) is jointly developed by the Real Estate Developers’ Association of Singapore (REDAS) and the Department of Real Estate (DRE), National University of Singapore (NUS). The quarterly structured questionnaire survey is conducted among senior executives of REDAS member firms. RESI measures the perceptions and expectations of real estate development and market conditions in Singapore.

⁴ <http://www.redas.com/assets/files/publication%20and%20newsletter/3Q14%20RESI%20Report.pdf>

⁵ <http://mndsingapore.wordpress.com/2013/01/18/enough-homes-for-all/>

⁶ <https://mndsingapore.files.wordpress.com/2014/07/pipeline-supply-2014-as-of-may.jpg>

At the same time, the following table, compiled with latest statistics released by the Urban Redevelopment Authority (URA) and JTC Corporation (JTC), points to a strong pipeline of non-residential property that remains to be built.^{7 8 9}

Property Type	Supply in the Pipeline	As at 2Q/14	As at 3Q/14
Office Space	Under Construction ('000 sqm)	860	986
	Planned Development ('000 sqm)	195	101
Retail Space	Under Construction ('000 sqm)	627	620
	Planned Development ('000 sqm)	252	264
Hotel Rooms	Under Construction (Rooms)	9,186	10,481
	Planned Development (Rooms)	3,033	1,653
Factory Space	Under Construction ('000 sqm)	3,411	3,282
	Planned Development ('000 sqm)	1,996	1,753
Warehouse Space	Under Construction ('000 sqm)	1,000	1,018
	Planned Development ('000 sqm)	541	604

Hence, the Group expects strong demand for reinforcing steel in the next 12 months.

Given the capacity build-up over the last few years within the industry, the Group also expects severe competition for this demand amongst the numerous reinforcing steel players in the market.

Nevertheless, the Group – a pioneer in the reinforcing steel industry – believes that our philosophy of providing Prefabricated Reinforcing Solutions will play a vital role in our government's drive for better productivity and buildability in the current tightening supply and rising cost of manpower; we are well positioned to provide a **Better • Faster • Cheaper** Prefabricated Reinforcing alternative for our customers.

China

Unbridled market competition in China continued to hinder the progress of the Group's Joint Venture (JV) in China. Given that China is only at the start of a long-term process to repair the many fissures within its society and restructure its economy, we expect that the JV's operating environment will continue to be challenging in the coming year.

Malaysia

In the coming year, the Group's Malaysian start-up is expected to continue to make inroads into this new market.

⁷ http://www.ura.gov.sg/uol/media-room/news/2014/oct/~/_media/User%20Defined/URA%20Online/media-room/2014/oct/pr14-64e2.ashx

⁸ <http://www.jtc.gov.sg/Publications/Industrial-Property-Statistics/Documents/JTC%20Quarterly%20Market%20Report%20for%202Q%202014.pdf>

⁹ <http://www.jtc.gov.sg/Publications/Industrial-Property-Statistics/Pages/Supply-in-the-Pipeline.aspx#supplyinpipeline>

11. Dividend

(a) Current Financial Period Reported On

	2014	
Name of dividend	Final (One-tier) Tax exempt	Interim (one-tier) tax exempt
Dividend type	Cash	Cash
Dividend rate	0.8 Singapore cents per ordinary share	0.5 Singapore cents per ordinary share
Date paid / payable	To be advised	25 Jul 2014

(b) Corresponding Period of the Immediately Preceding Financial Year

	2013		
Name of dividend	Final (One-tier) Tax exempt	Special (One-tier) Tax exempt	Interim (one-tier) tax exempt
Dividend type	Cash	Cash	Cash
Dividend rate	0.8 Singapore cents per ordinary share	0.4 Singapore cents per ordinary share	0.5 Singapore cents per ordinary share
Date paid / payable	23 Apr 2014	23 Apr 2014	21 June 2013

(c) Date payable

To be advised.

(d) Books closure date

To be advised.

12. If no dividend has been declared / recommended, a statement to that effect

Not applicable.

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT (This part is not applicable to Q1, Q2, Q3 or Half Year Results)

13. Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer’s most recently audited annual financial statements, with comparative information for the immediately preceding year

Business segment

The Group is principally involved in the business of prefabrication of steel reinforcement for use in concrete, trading of steel reinforcing bars and manufacturing and sale of wire mesh fences. There is only one primary business segment involved, being the steel related operations of the entire Group.

Geographical location

Group segmental results For year ended 30 Sep 2014	Singapore \$’000	China – Joint Venture \$’000	Others \$’000	Group \$’000
Revenue	389,916	-	7,449	397,365
Profit / (loss) after tax	29,299	324	(1,190)	28,433
Total assets	244,110	10,154	29,700	283,964
Total non-current assets	56,187	10,154	13,173	79,514
Capital expenditure	8,849	-	2,336	11,185

Group segmental results For year ended 30 Sep 2013	Singapore \$’000	China \$’000	Others \$’000	Group \$’000
Revenue	425,013	-	11	425,024
Profit / (loss) after tax	36,831	(856)	(311)	35,664
Total assets	246,092	9,860	10,896	266,848
Total non-current assets	51,306	9,860	10,052	71,218
Capital expenditure	24,075	-	5,605	29,680

14. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments

Please refer to Paragraph 8.

15. A breakdown of sales and profit before tax

	2014	2013	%
	\$'000	\$'000	+ / (-)
Sales reported for first half year	197,895	213,411	(7)
Profit after tax reported for first half year	15,105	17,296	(13)
Sales reported for remaining period	199,470	211,613	(6)
Profit after tax reported for remaining period	13,328	18,368	(27)

16. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year

	2014	2013
	\$'000	\$'000
Total Annual Dividend		
Ordinary	15,949	13,351

17. Interested person transactions

Name of interested person and nature of transaction	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)*		Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than S\$100,000)*	
	Financial year ended 30 September 2014	Financial year ended 30 September 2013	Financial year ended 30 September 2014	Financial year ended 30 September 2013
HG Metal Manufacturing Limited	Sales – S\$39,000	Sales – S\$11,000	-	-
Chye Hin Hardware Pte Ltd#	Purchases – S\$10,000	Purchases – S\$108,000 Sales – S\$32,000	-	-
Sin Teck Guan Machinery (Pte) Ltd	Services – S\$723,000	Services – S\$407,000	-	-

* The above includes all transactions regardless of value

The above relates to transactions conducted from 1 Oct 2013 to 30 June 2014; transactions conducted with Chye Hin hardware Pte Ltd after 30 June 2014 are no longer deemed to be interested person transactions.

The group does not have a general mandate from shareholders for interested person transactions pursuant to Rule 920 of the listing manual of the Singapore Exchange Securities Trading Limited.

18. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholders of the issuer pursuant to Rule 704(13) in the format below. If there is no such persons, the issuer must make an appropriate negative statement

Name	Age	Family relationship with any director and/ or substantial shareholders	Current position and duties, and the year the position was first held	Details of changes in duties and position held, if any, during the year
Lau Wei Min	37	Son of Mr. Lau Eng Hoe, a substantial shareholder of BRC Asia Limited and nephew of Mr. Lau Eng Tiong, Non-Executive and Non independent director and a substantial shareholder of BRC Asia Limited.	<p>Manager – Corporate Communication</p> <p>Brand management, creative design of Company’s products and promotional materials, inventory logistics and any other duties that may be assigned from time to time.</p> <p>Position held since 4 October 2010.</p>	None

ON BEHALF OF THE BOARD OF DIRECTORS

Lim Siak Meng
Group Managing Director

Seah Kiin Peng
Executive Director

Singapore
26 November 2014