

BUSINESS UPDATE FOR THE THIRD QUARTER ENDED 30 JUNE 2025

KEY FINANCIAL HIGHLIGHTS FOR GROUP

Summarised Statement of Comprehensive Income	9M2025 S\$'000	3Q2025 S\$'000
Revenue	1,124,482	408,856
Gross profit	112,246	44,836
Profit after tax	63,897	21,829
Total comprehensive income for the period	63,143	21,419

Summarised Balance Sheet	30.06.2025 S\$'000
Non-current assets	133,234
Current assets	855,484
Total assets	988,718
Current liabilities	482,262
Non-current liabilities	22,899
Total liabilities	505,161
Net assets	483,557

Loans and Borrowings	30.06.2025 S\$'000
Current	333,105
Non-current	-
Total loans and borrowings	333,105
Cash and cash equivalents	216,873
Net loans and borrowings	116,232

Summarised Statement of Cash Flows	9M2025 S\$'000
Net cash flows used in operating activities	(35,035)
Net cash flows used in investing activities	(2,920)
Net cash flows generated from financing activities	63,547
Net increase in cash and cash equivalents	25,592
Cash and cash equivalents at beginning of period	191,374
Effects of exchange rate changes on cash and cash equivalents	(93)
Cash and cash equivalents at end of financial period	216,873

COMMENTARY

Singapore's economy continues to navigate a complex landscape of moderating growth and persistent global trade tensions, with the construction sector emerging as a critical stabilising force. According to the Monetary Authority of Singapore's (MAS) July 2025 Macroeconomic Review¹, the economy expanded robustly by 4.3% year-on-year (yoy) in the second quarter of 2025, building on the previous quarter's 3.9% yoy growth. While trade-related sectors benefited from temporary front-loading of exports, the Ministry of Trade and Industry (MTI) has downgraded its full-year 2025 GDP forecast to 0.0%-2.0% from 1.0%-3.0%², reflecting escalating US tariffs and weakening global demand. MAS similarly anticipates moderation from the strength of the first half, citing softening labour demand and subdued inflation. Against this backdrop, the local construction sector stands out as a cornerstone of resilience, underpinned by strategic public investments and robust development pipelines.

The local construction sector's exceptional performance is evidenced by the following key 2025 first quarter indicators:

- Output Growth: Construction expanded 5.5% yoy, accelerating from 4.4% in the fourth quarter of 2024, driven by public (+9.1%) and private (+8.7%) sector works.
- Demand Surge: Contracts awarded soared 45.9% yoy, reversing the fourth quarter's contraction, fueled by public residential (+116%) and industrial projects (+422%).
- Employment Resilience: Amid softening labour demand in trade-facing sectors, construction employment growth remained positive, bucking declines in manufacturing and modern services.

This momentum is supported by Singapore's S\$19.6 billion infrastructure allocation in the 2025 Budget, ensuring medium-term activity. Strategic projects include:

- Transport: Changi Airport Terminal 5 (T5) and MRT expansions.
- Healthcare: Tengah Hospital development.
- Industrial: Woodlands North Coast initiative.
- Housing: 55,600 private residential units (including Executive Condominiums) under construction as of the second quarter of 2025.

The Government Land Sales (GLS) program would also release land for 9,755 private units in 2025—50% above the 2021-2023 average—further supporting construction demand.³

Further, public housing initiatives remain a key driver. The Housing & Development Board (HDB) launched 5,547 Build-To-Order (BTO) flats in July 2025, exceeding initial plans. 2025 full-year HDB targets include 19,600 BTO flats and 10,200 Sale of Balance Flats (SBF)—the highest SBF supply since 2016.⁴

¹ <https://www.mas.gov.sg/publications/macroeconomic-review/2025/volume-xxiv-issue-2-jul-2025>

² <https://www.mti.gov.sg/Resources/Economic-Survey-of-Singapore/2025/Economic-Survey-of-Singapore-First-Quarter-2025>

³ <https://www.ura.gov.sg/Corporate/Media-Room/Media-Releases/pr25-40>

⁴ <https://www.hdb.gov.sg/cs/infoweb/about-us/news-and-publications/press-releases/Upcoming-Flat-Supply-1st-Quarter-2025-Public-Housing-Data>

COMMENTARY (cont'd)

Singapore's construction sector remains a cornerstone of its economic stability, underpinned by public infrastructure investments and technological advancements. While global trade risks and labour market adjustments pose challenges, proactive policy measures - such as calibrated land sales and a balanced mix of public-private projects - and a strong project pipeline ensure medium-term resilience. This bodes well for the Singapore reinforcing steel sector, which BRC is an integral part of. In this regard, BRC's sales order book, bolstered by the recent T5 win⁵, stood at S\$2.0 billion as at 31 July 2025.

On behalf of the Board of Directors

Seah Kiin Peng
Chief Executive Officer

18 August 2025

⁵ <https://www.businesstimes.com.sg/companies-markets/brc-asia-secures-contracts-changi-airport-terminal-5-project-worth-s570-million>