

## **BRC ASIA LIMITED**

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

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### **ACQUISITION OF NUFORMSYSTEM (M) SDN. BHD.**

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The Board of Directors (the “**Board**”) of BRC Asia Limited (the “**Company**”) is pleased to announce that the Company has on 2 August 2016 acquired one (1) ordinary share of RM1.00 of Nuformsystem (M) Sdn. Bhd. (“**NMSB**”) from Mr Nge Kwan Min (the “**Vendor**”), representing 50% of the issued and paid-up share capital of NMSB, for a cash consideration of RM1.00 (the “**Consideration**”) (the “**Acquisition**”).

#### **Background of NMSB**

NMSB (Company Registration No. 1187026-T), a company incorporated in Malaysia on 10 May 2016, is principally engaged in sales and leasing of construction and civil engineering machinery and equipment. It presently has an authorised share capital of RM400,000.00 divided into 400,000 ordinary shares of RM1.00 each and an issued and paid-up share capital of RM2.00 divided into 2 ordinary shares of RM1.00 each.

The Shareholders of NMSB prior to the Acquisition were Mr Nge Kwan Min and Mr Ng Teck Huat, who each hold 50% of the issued share capital of NMSB.

Mr Nge Kwan Min is the Chief Executive Officer of BRC Prefab Holdings Sdn. Bhd. (“**BRCPH**”), a wholly-owned subsidiary of the Company.

Mr Ng Teck Huat is an unrelated and independent third party, who is a director and major shareholder of Nuform System Asia Pte Ltd (“**NSAPL**”).

#### **Rationale for the Acquisition**

NSAPL, a company incorporated in Singapore on 18 October 2010 with registration number 201022179N, is a leading provider of formwork systems and solutions to the construction industry in Singapore, and has agreed to jointly form a venture with the Company to supply NSAPL’s formwork systems and solutions to the construction industry in Malaysia. The Company and NSAPL intend to use NMSB as the vehicle for the aforesaid business, with the Company and NSAPL each owning 51% and 49% of NMSB respectively. The Company is of the view that there will be substantial marketing synergy between BRCPH, the Company’s wholly-owned reinforcing steel subsidiary in Malaysia, and NSAPL, particularly since reinforcing steel and formwork make up two out of three of the major components in the building of any reinforced concrete structure. Moreover, both NSAPL and the Company strongly subscribe to using their respective products and solutions to assist builders to build **Better • Faster • Cheaper**.

#### **Consideration of the Acquisition**

The Consideration of the Acquisition was arrived at on a “*willing buyer, willing seller*” basis taking into consideration the net asset value of NMSB as at 31 July 2016. The net asset value of NMSB as at 31 July 2016 was RM2.00.

**Financial Effects**

The Consideration was funded through internal resources of the Company and is not expected to have any material impact on the consolidated earnings per share and the consolidated net tangible assets per share of the Group for the financial year ending 30 September 2016.

**Directors or Controlling Shareholders' Interests**

None of the Directors or controlling shareholders of the Company has any interest, directly and indirectly, in the Acquisition.

By Order of the Board

Lim Siak Meng  
Group Managing Director

2 August 2016