

## **BRC ASIA LIMITED**

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

---

### **PROFIT GUIDANCE ON THE UNAUDITED FINANCIAL RESULTS FOR THE THIRD QUARTER AND NINE MONTHS ENDED 30 JUNE 2018**

---

The Board of Directors (the “**Board**”) of BRC Asia Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) wishes to advise its shareholders that the Group is expected to report a net loss for the third quarter and nine months ended 30 June 2018 (“**3Q18**” and “**9M18**”).

The Group’s loss is mainly due to the consolidation of accounts resulting from the acquisition of Lee Metal Group Limited (“**LMG**”), including:-

- (i) alignment of methods for calculating provisions for onerous contracts;
- (ii) significant allowance for impairment of receivables for a single debtor; and
- (iii) operational losses for LMG for the month of June 2018.

This profit guidance is based on the preliminary review of the Group’s financial results for 3Q18 and 9M18. Further details of the Group’s performance will be disclosed when the Company announces its unaudited financial results for 3Q18 and 9M18 on or before 14 August 2018.

In the meantime, Shareholders and investors are advised to exercise caution when dealing in the shares of the Company.

By Order of the Board

Lee Chun Fun  
Group Financial Controller cum Company Secretary

3 August 2018