

Company Registration No. 193800054G

BRC Asia Limited and its Subsidiaries

**Condensed Unaudited Interim Financial Statements
For the six months ended 31 March 2026**

BRC Asia Limited and its Subsidiaries

Table of contents

	Page
Condensed unaudited interim consolidated Statement of Comprehensive Income	3
Condensed unaudited interim Statements of Financial Position	5
Condensed unaudited interim Statements of Changes in Equity	7
Condensed unaudited interim consolidated Statement of Cash Flows	9
Notes to the financial statements	10
Other Information required by Listing Rule Appendix 7.2	24

BRC Asia Limited and its Subsidiaries

**Condensed unaudited interim consolidated Statement of Comprehensive Income
For the financial period 6 months ended 31 March 2026**

	Note	6 months ended 31 March		Change %
		2026 S\$'000	2025 S\$'000	
Revenue		931,030	715,626	30
Cost of sales		(837,734)	(648,216)	29
Gross profit		93,296	67,410	38
Other income	5	3,445	7,122	(52)
Expenses				
Distribution expenses		(7,043)	(4,231)	66
Administrative expenses		(17,455)	(13,255)	32
Finance costs		(1,827)	(3,822)	(52)
Other operating expenses		(2,113)	(2,739)	(23)
(Allowance for)/reversal of expected credit losses on trade receivables		(2,632)	256	n.m.
Share of results of joint venture		(298)	229	n.m.
Profit before tax	6	65,373	50,970	28
Income tax expense	8	(13,229)	(8,902)	49
Profit for the period		52,144	42,068	24
Other comprehensive income:				
Items that will not be reclassified to profit or loss				
Net fair value gain on equity instruments at fair value through other comprehensive income		-	4	n.m.
Items that may be reclassified subsequently to profit or loss				
Net exchange loss on net investment in foreign operations		-	(19)	n.m.
Foreign currency translation: Exchange differences on translation of foreign operations		2,575	(329)	n.m.
Other comprehensive income for the period, net of tax		2,575	(344)	n.m.
Total comprehensive income for the period		54,719	41,724	31

n.m. denotes not meaningful

BRC Asia Limited and its Subsidiaries**Condensed unaudited interim consolidated Statement of Comprehensive Income
For the financial period 6 months ended 31 March 2026**

	Note	6 months ended 31 March		Change %
		2026 S\$'000	2025 S\$'000	
Profit for the period attributable to:				
Owners of the Company		52,002	42,068	24
Non-controlling interests		142	-	n.m.
		<hr/> 52,144	<hr/> 42,068	<hr/> 24
Total comprehensive income for the period attributable to:				
Owners of the Company		53,954	41,724	29
Non-controlling interests		765	-	n.m.
		<hr/> 54,719	<hr/> 41,724	<hr/> 31
Basic and diluted earnings per share (cents)		<hr/> 18.95	<hr/> 15.33	

n.m. denotes not meaningful

BRC Asia Limited and its Subsidiaries

**Condensed unaudited interim Statements of Financial Position
As at 31 March 2026**

	Note	Group		Company	
		31.3.2026 S\$'000	30.9.2025 S\$'000	31.3.2026 S\$'000	30.9.2025 S\$'000
Non-current assets					
Property, plant and equipment	9	125,340	127,237	81,824	88,953
Investment properties		1,950	1,985	-	-
Investment in subsidiaries		-	-	45,043	39,990
Interest in joint venture		10,361	10,365	6,076	6,076
Investment securities		19,420	19,420	19,420	19,420
Deferred tax assets		1,482	1,448	-	-
		158,553	160,455	152,363	154,439
Current assets					
Inventories		294,256	316,061	268,552	291,207
Trade and other receivables	10	247,161	204,789	243,658	203,512
Prepayments		53,308	51,679	46,000	50,749
Deposits		729	724	520	516
Derivatives		840	86	840	86
Cash and cash equivalents		197,817	203,121	184,289	198,201
		794,111	776,460	743,859	744,271
Total assets		952,664	936,915	896,222	898,710
Current liabilities					
Trade and other payables		170,014	113,462	159,427	106,085
Contract liabilities		26,824	41,194	25,887	40,727
Loans and borrowings	11	145,789	196,882	137,987	195,044
Lease liabilities		3,632	5,129	3,632	5,129
Provisions	12	9,570	4,973	9,417	4,889
Income tax liabilities		22,338	19,314	21,915	19,307
		378,167	380,954	358,265	371,181
Net current assets		415,944	395,506	385,594	373,090
Non-current liabilities					
Lease liabilities		11,638	13,338	11,638	13,338
Provisions	12	2,950	3,046	1,814	1,814
Deferred tax liabilities		10,087	10,199	6,123	6,225
		24,675	26,583	19,575	21,377
Total liabilities		402,842	407,537	377,840	392,558
Net assets		549,822	529,378	518,382	506,152

BRC Asia Limited and its Subsidiaries**Condensed unaudited interim Statements of Financial Position
As at 31 March 2026**

		Group		Company	
	Note	31.3.2026	30.9.2025	31.3.2026	30.9.2025
		S\$'000	S\$'000	S\$'000	S\$'000
Equity attributable to owners of the Company					
Share capital	13	184,546	184,546	184,546	184,546
Treasury shares	13	(1,105)	(1,105)	(1,105)	(1,105)
Other reserves		378	(1,574)	5,569	5,569
Retained earnings		346,409	332,817	329,372	317,142
		530,228	514,684	518,382	506,152
Non-controlling interests		19,594	14,694	-	-
Total equity		549,822	529,378	518,382	506,152
Total equity and liabilities		952,664	936,915	896,222	898,710

BRC Asia Limited and its Subsidiaries

**Condensed unaudited interim Statements of Changes in Equity
For the financial period 6 months ended 31 March 2026**

Group	Note	Share capital S\$'000	Treasury shares S\$'000	Other reserves S\$'000	Retained earnings S\$'000	Total	Non- controlling interests	Total equity S\$'000
Balance at 1 October 2024		184,546	(1,105)	(1,540)	293,383	475,284	-	475,284
Profit for the financial period		-	-	-	42,068	42,068	-	42,068
Other comprehensive income for the financial period		-	-	(344)	-	(344)	-	(344)
Total comprehensive income for the financial period		-	-	(344)	42,068	41,724	-	41,724
Cash dividends on ordinary shares	14	-	-	-	(38,409)	(38,409)	-	(38,409)
Total distributions to owners		-	-	-	(38,409)	(38,409)	-	(38,409)
Balance at 31 March 2025		184,546	(1,105)	(1,884)	297,042	478,599	-	478,599
Balance at 1 October 2025		184,546	(1,105)	(1,574)	332,817	514,684	14,694	529,378
Profit for the financial period		-	-	-	52,002	52,002	142	52,144
Other comprehensive income for the financial period		-	-	1,952	-	1,952	623	2,575
Total comprehensive income for the financial period		-	-	1,952	52,002	53,954	765	54,719
Cash dividends on ordinary shares	14	-	-	-	(38,410)	(38,410)	-	(38,410)
Capital contribution from non-controlling interests		-	-	-	-	-	4,135	4,135
Total distributions to owners		-	-	-	(38,410)	(38,410)	4,135	(34,275)
Balance at 31 March 2026		184,546	(1,105)	378	346,409	530,228	19,594	549,822

BRC Asia Limited and its Subsidiaries

**Condensed unaudited interim Statements of Changes in Equity
For the financial period 6 months ended 31 March 2026**

	Note	Share capital S\$'000	Treasury shares S\$'000	Other reserves S\$'000	Retained earnings S\$'000	Total equity S\$'000
Company						
Balance at 1 October 2024		184,546	(1,105)	5,564	283,299	472,304
Profit for the financial period		-	-	-	40,293	40,293
Other comprehensive income for the financial period		-	-	4	-	4
Total comprehensive income for the financial period		-	-	4	40,293	40,297
Cash dividends on ordinary shares	14	-	-	-	(38,409)	(38,409)
Total distributions to owners		-	-	-	(38,409)	(38,409)
Balance at 31 March 2025		184,546	(1,105)	5,568	285,183	474,192
Balance at 1 October 2025		184,546	(1,105)	5,569	317,142	506,152
Profit for the financial period		-	-	-	50,640	50,640
Total comprehensive income for the financial period		-	-	-	50,640	50,640
Cash dividends on ordinary shares	14	-	-	-	(38,410)	(38,410)
Total distributions to owners		-	-	-	(38,410)	(38,410)
Balance at 31 March 2026		184,546	(1,105)	5,569	329,372	518,382

BRC Asia Limited and its Subsidiaries

**Condensed unaudited interim consolidated Statement of Cash Flows
For the financial period 6 months ended 31 March 2026**

	6 months ended 31 March	
	2026 S\$'000	2025 S\$'000
Operating activities		
Profit before tax	65,373	50,970
Adjustments for:		
Share of results of joint venture	298	(229)
Depreciation of investment properties	35	34
Depreciation of property, plant and equipment	10,001	9,278
Write-off of property, plant and equipment	31	-
(Reversal of)/allowance for inventory obsolescence	(93)	279
Allowance for/(reversal of) expected credit losses on trade receivables	2,632	(256)
Fair value changes on trade receivables subject to provisional pricing	(169)	123
Fair value changes on derivatives, net	(754)	(2,391)
Gain on disposal of property, plant and equipment	(103)	(12)
Provision for onerous contracts	4,528	7,723
Provision for retirement benefits	6	-
Unrealised exchange differences	1,106	(1,514)
Interest expense	1,827	3,822
Interest income	(2,051)	(1,679)
Operating cash flow before working capital changes	82,667	66,148
Changes in working capital:		
Trade and other receivables	(44,835)	5,411
Inventories	21,898	(49,227)
Prepayments and deposits	(1,634)	(15,581)
Trade and other payables and contract liabilities	20,149	(41,669)
Cash flows generated from/(used in) operations	78,245	(34,918)
Income taxes paid	(10,351)	(8,614)
Retirement benefits paid	(85)	-
Net cash flows generated from/(used in) operating activities	67,809	(43,532)
Investing activities		
Purchase of property, plant and equipment	(6,847)	(1,261)
Proceeds from disposal of property, plant and equipment	137	17
Capital contribution from non-controlling interests	4,135	-
Interest received	2,051	1,679
Proceeds from disposal of investment securities	-	6
Net cash flows (used in)/generated from investing activities	(524)	441
Financing activities		
Repayment of principal obligations under lease liabilities	(3,326)	(3,215)
Proceeds from bills payable	563,827	583,479
Repayment of bills payable	(614,994)	(565,388)
Repayment of bank loans	-	(659)
Dividends paid on ordinary shares	(16,461)	(16,461)
Interest paid	(1,743)	(3,575)
Net cash flows used in financing activities	(72,697)	(5,819)
Net decrease in cash and cash equivalents	(5,412)	(48,910)
Cash and cash equivalents at beginning of period	203,121	191,374
Effects of exchange rate changes on cash and cash equivalents	108	1,345
Cash and cash equivalents at end of period	197,817	143,809

BRC Asia Limited and its Subsidiaries

Notes to the financial statements

For the financial period 6 months ended 31 March 2026

1. Corporate information

BRC Asia Limited (the "Company") is a public company limited by shares incorporated in Singapore and is listed on the Singapore Exchange Securities Trading Limited ("SGX-ST"). The immediate and ultimate holding company is Green Esteel Pte. Ltd. ("Esteel"), a private limited company incorporated and domiciled in Singapore.

The registered office and principal place of business of the Company is at 350 Jalan Boon Lay, Jurong Industrial Estate, Singapore 619530.

The principal activities of the Company are the prefabrication of steel reinforcement for use in concrete, trading of steel reinforcing bars, and manufacturing and sale of wire mesh fences.

2. Basis of preparation

The condensed unaudited interim financial statements for the six months ended 31 March 2026 have been prepared in accordance with SFRS(I) 1-34 Interim Financial Reporting issued by the Accounting Standards Council Singapore. The condensed interim financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance of the Group since the last annual financial statements for the year ended 30 September 2025.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I)s, except for the adoption of new and amended standards as set out in Note 2.1.

The condensed unaudited interim financial statements are presented in Singapore Dollars ("SGD" or "\$") and all values in the tables are rounded to the nearest thousand ("S\$'000"), except when otherwise indicated.

2.1 *New and amended standards adopted by the Group*

A number of amendments to Standards have become applicable for the current reporting period. The Group did not have to change its accounting policies or make retrospective adjustments as a result of adopting those standards.

2.2 Use of judgements and estimates

In preparing the condensed interim financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates. The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the year ended 30 September 2025.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

Information about critical judgements in applying accounting policies and assumptions and estimation uncertainties that have the most significant effect on the amounts recognised in the financial statements is included in Note 3 in the audited financial statements for the year ended 30 September 2025.

3. Seasonal operations

The Group's businesses are not affected significantly by seasonal or cyclical factors during the financial period.

BRC Asia Limited and its Subsidiaries

Notes to the financial statements

For the financial period 6 months ended 31 March 2026

4. Segment and revenue information

(a) Reportable segments

Period from 1 October 2025 to 31 March 2026	Fabrication and manufacturing SS\$'000	Others SS\$'000	Trading SS\$'000	Adjustments and eliminations SS\$'000	Group SS\$'000
Revenue:					
External customers	772,004	-	159,026	-	931,030
Inter-segment	-	-	-	-	-
Total revenue	772,004	-	159,026	-	931,030
Results:					
Interest income	2,049	-	2	-	2,051
Interest expense	(1,397)	-	(430)	-	(1,827)
Depreciation expense	(10,001)	(35)	-	-	(10,036)
Share of results of joint venture	(298)	-	-	-	(298)
Provision for onerous contracts	(4,528)	-	-	-	(4,528)
Allowance for expected credit losses on trade receivables	(2,632)	-	-	-	(2,632)
Fair value changes on trade receivables subject to provisional pricing	169	-	-	-	169
Other non-cash credit	62	-	-	-	62
Income tax expense	(12,788)	3	(444)	-	(13,229)
Segment profit	50,954	(90)	1,280	-	52,144

BRC Asia Limited and its Subsidiaries

Notes to the financial statements

For the financial period 6 months ended 31 March 2026

4. Segment and revenue information (cont'd)

(a) Reportable segments (cont'd)

Period from 1 October 2024 to 31 March 2025	Fabrication and manufacturing SS\$'000	Others SS\$'000	Trading SS\$'000	Adjustments and eliminations SS\$'000	Group SS\$'000
Revenue:					
External customers	582,741	-	132,885	-	715,626
Inter-segment	-	-	-	-	-
Total revenue	582,741	-	132,885	-	715,626
Results:					
Interest income	1,679	-	-	-	1,679
Interest expense	(3,547)	-	(275)	-	(3,822)
Depreciation expense	(9,278)	(34)	-	-	(9,312)
Share of results of joint venture	229	-	-	-	229
Provision for onerous contracts	(7,723)	-	-	-	(7,723)
Reversal of expected credit losses on trade receivables	256	-	-	-	256
Fair value changes on trade receivables subject to provisional pricing	(123)	-	-	-	(123)
Other non-cash expense	(279)	-	-	-	(279)
Income tax expense	(8,571)	22	(353)	-	(8,902)
Segment profit	40,253	-	1,815	-	42,068

BRC Asia Limited and its Subsidiaries

Notes to the financial statements

For the financial period 6 months ended 31 March 2026

4. Segment and revenue information (cont'd)

(b) Disaggregation of revenue

	Group	
	6 months ended	
	31 March	
	2026	2025
	S\$'000	S\$'000
Primary geographical markets		
Australia	7,134	1,162
Brunei	1,636	1,029
India	-	5,408
Indonesia	19,777	24,738
Malaysia	126,873	64,110
Singapore	737,779	592,481
Thailand	33,146	25,086
Others	4,685	1,612
	931,030	715,626
	931,030	715,626
Timing of transfer of goods		
At a point in time	931,030	715,626
	931,030	715,626

5. Other income

	Group	
	6 months ended	
	31 March	
	2026	2025
	S\$'000	S\$'000
Bad debts recovered	6	150
Interest income	2,051	1,679
Government grant	25	69
Rental income	198	91
Sundry income	41	193
Foreign exchange gain, net	267	2,514
Fair value changes on derivatives, net	754	2,391
Gain on disposal of property, plant and equipment	103	12
Insurance claims for bad debts	-	23
	3,445	7,122
	3,445	7,122

BRC Asia Limited and its Subsidiaries**Notes to the financial statements****For the financial period 6 months ended 31 March 2026**

6. Profit before tax

Profit before tax is arrived after charging/(crediting) the following:

	Group 6 months ended 31 March	
	2026	2025
	S\$'000	S\$'000
Depreciation of property, plant and equipment	10,001	9,278
Depreciation of investment properties	35	34
Interest expense	1,827	3,822
Expenses relating to short-term leases	1,580	1,193
Expenses relating to low-value assets	76	7
Foreign exchange gain, net	(267)	(2,514)
Fair value changes on derivatives, net	(754)	(2,391)
Provision for onerous contracts	4,528	7,723
(Reversal of)/allowance for inventory obsolescence	(93)	279
Allowance for/(reversal of) expected credit losses on trade receivables	2,632	(256)
Fair value changes on trade receivables, subject to provisional pricing	(169)	123
Gain on disposal of property, plant and equipment	(103)	(12)
Write-off of property, plant and equipment	31	-

7. Related party transactions

In addition to the information disclosed elsewhere in the financial statements, the following were significant transactions between the Group and related parties on rates and terms agreed during the financial year:

Sales and purchases of goods and services

	Group 6 months ended 31 March	
	2026	2025
	S\$'000	S\$'000
Sales to companies related to substantial shareholders	81,867	32,261
Purchases from companies related to substantial shareholders	22,894	1,654
Rental of premises from a company related to substantial shareholders	54	-

8. Income tax expense*Major components of income tax expense*

The Group calculates the period income tax expense using the tax rate that would be applicable to the expected total annual earnings. The major components of income tax expense in the condensed interim consolidated statement of profit or loss are:

	Group	
	6 months ended	
	31 March	
	2026	2025
	S\$'000	S\$'000
Current income tax	13,331	9,035
Deferred income tax	(102)	(133)
Income tax expense recognised in profit or loss	13,229	8,902

The OECD has published the Pillar Two Model Rules, where multinational enterprise ("MNE") groups with consolidated revenues exceeding EUR 750 million will be subject to a minimum effective tax rate of 15% by jurisdiction ("Pillar Two"). The Group is within the scope of the OECD Pillar Two Model Rules. The Pillar Two legislations have been enacted in certain jurisdictions that the Group operates in, namely Singapore, Malaysia, Thailand and Australia.

The local Pillar Two legislations are effective for financial years beginning on or after 1 January 2024 for Australia and on or after 1 January 2025 for Singapore, Thailand and Malaysia. Hence, these local Pillar Two legislations apply to the Group for the financial year ending 30 September 2026.

In particular, Singapore has implemented the Domestic Top-up Tax ["DTT", Singapore's equivalent of Qualified Domestic Minimum Top-up Tax ("QDMTT")] and Multinational Enterprise Top-up Tax ["MTT", Singapore's equivalent of the Income Inclusion Rule ("IIR")]. The Company, a partially owned parent entity located in Singapore, is required to file a MTT return. The Company would be chargeable with MTT if it holds ownership interest in a constituent entity located outside Singapore that has a top-up amount for the financial year.

Based on management's preliminary assessment, there is no material impact expected as the Singapore and Malaysia operations has an overall effective tax rate higher than 15%, and Australia and Thailand operations are in a loss position.

9. Property, plant and equipment

During the 6 months ended 31 March 2026, the Group acquired assets amounting to S\$6,847,000 (31 March 2025: S\$1,261,000) and disposed property, plant and equipment amounting to S\$563,000 (31 March 2025: S\$168,000).

BRC Asia Limited and its Subsidiaries

Notes to the financial statements

For the financial period 6 months ended 31 March 2026

10. Trade and other receivables

	Group		Company	
	31.3.2026 S\$'000	30.9.2025 S\$'000	31.3.2026 S\$'000	30.9.2025 S\$'000
Trade receivables (current)				
Trade receivables, net:				
- Due from third parties	232,239	187,575	220,561	172,136
- Due from related parties	14,772	16,421	13,067	15,446
- Due from subsidiaries	-	-	8,096	15,421
	247,011	203,996	241,724	203,003
Other receivables (current)				
- Due from third parties	138	791	-	-
- Due from related parties	11	-	-	-
- Due from subsidiaries	-	-	1,933	507
- Due from a joint venture	1	2	1	2
	150	793	1,934	509
Total trade and other receivables (current)	247,161	204,789	243,658	203,512
Total trade and other receivables (current and non-current)	247,161	204,789	243,658	203,512

Expected credit losses

The movement in allowance for expected credit losses on trade receivables computed based on lifetime ECL are as follows:

	Group	
	31.3.2026 S\$'000	30.9.2025 S\$'000
Movements in allowance accounts:		
At beginning of financial period	4,617	5,628
Acquisition of a subsidiary	-	319
Charged/(reversed) for the financial period	2,632	(731)
Exchange differences	22	(6)
Written off	-	(593)
At end of financial period	7,271	4,617

Trade receivables relating to debtors who are undergoing liquidation were written off as the Group does not expect to receive future cash flows from these debtors.

BRC Asia Limited and its Subsidiaries

Notes to the financial statements

For the financial period 6 months ended 31 March 2026

11. Loans and borrowings

	Group		Company	
	31.3.2026 S\$'000	30.9.2025 S\$'000	31.3.2026 S\$'000	30.9.2025 S\$'000
<i>Current</i>				
Bills payable to banks (unsecured)	145,789	196,882	137,987	195,044

Included within bills payable to banks amounting to \$137,987,000 (2025: \$195,044,000) are borrowings under supplier finance arrangement, whereby the Group's suppliers have received payments from the banks. Under this arrangement, suppliers receive payment on approved invoices upon the transfer of title of purchases to the Group. The amounts owing to suppliers are generally on cash-on-delivery terms and are settled by the banks upon presentation of delivery documents. The Group settles the bills payable with the banks within 180 days.

Bills payable to banks bear interest at rates ranging from 1.64% to 4.52% (2025: 1.78% to 5.04%) per annum and include a balance of \$17,440,000 (2025: \$26,270,000) that are denominated in United States Dollars ("USD"). There are no significant non-cash changes that will affect the liabilities under the supplier finance arrangement for the year ending 30 September 2026 and year ended 30 September 2025.

12. Provisions

	Group		Company	
	31.3.2026 S\$'000	30.9.2025 S\$'000	31.3.2026 S\$'000	30.9.2025 S\$'000
<i>Current</i>				
Provision for onerous contracts	7,210	2,682	7,203	2,675
Provision for restoration costs	2,214	2,214	2,214	2,214
Provision for retirement benefits	146	77	-	-
	9,570	4,973	9,417	4,889
<i>Non-current</i>				
Provision for retirement benefits	1,158	1,254	22	22
Provision for restoration costs	1,792	1,792	1,792	1,792
	2,950	3,046	1,814	1,814

BRC Asia Limited and its Subsidiaries

Notes to the financial statements

For the financial period 6 months ended 31 March 2026

12. Provisions

Provisions for onerous contracts

Provisions for onerous contracts are recorded in respect of certain sales contracts for which the estimated unavoidable costs to meet contractual obligations are expected to exceed the economic benefits to be received under it. Reversal of the provision is dependent on the timing of fulfilment of the contracts and the actual steel prices at that point.

	Group		Company	
	31.3.2026 S\$'000	30.9.2025 S\$'000	31.3.2026 S\$'000	30.9.2025 S\$'000
At beginning of the financial period	2,682	2,123	2,675	2,123
Charged for the period, net	4,528	559	4,528	552
At end of the financial period	7,210	2,682	7,203	2,675

13. Share capital and treasury shares

Group and Company	No. of ordinary shares		Amount	
	Issued share capital '000	Treasury shares '000	Share capital S\$'000	Treasury shares S\$'000
Balance as at 1 October 2024, 30 September 2025, 1 October 2025 and 31 March 2026	275,977	1,627	184,546	(1,105)

Percentage of number of treasury shares against the total number of issued share capital excluding treasury shares was 0.59% as at 30 September 2025 and 31 March 2026.

The holders of ordinary shares (except treasury shares) are entitled to receive dividends as and when declared by the Company. All ordinary shares carry one vote per share without restrictions. The ordinary shares have no par value. Treasury shares relate to ordinary shares of the Company that are held by the Company.

There has been no purchase of treasury shares during the period (2025: Nil) and there has been no reissuance of treasury shares since their acquisitions.

BRC Asia Limited and its Subsidiaries

Notes to the financial statements

For the financial period 6 months ended 31 March 2026

14. Dividends

	Group 6 months ended 31 March	
	2026 S\$'000	2025 S\$'000
<i>Declared and paid/payable during the financial period:</i>		
<i>Cash dividends on ordinary shares:</i>		
- Final tax-exempt (one-tier) dividend for 2025 of 7 cents (2024: 8 cents) per share in respect of the previous financial year	19,205	21,948
- Special tax-exempt (one-tier) dividend for 2025 of 7 cents (2024: 6 cents) per share in respect of the previous financial year	19,205	16,461
	<u>38,410</u>	<u>38,409</u>

Final and special tax-exempt (one-tier) dividend for 2025 of 7 cents and 7 cents respectively each per ordinary share had been approved by members at the 2026 Annual General Meeting and will be paid on 15 May 2026.

15. Net asset value

	Group		Company	
	31.3.2026	30.9.2025	31.3.2026	30.9.2025
Net asset value per ordinary share attributable to owners of the company (cents)	193.27	187.60	188.95	184.49

Net asset value per ordinary share was calculated based on 274,350,089 shares as at 31 March 2026 and 30 September 2025.

16. Fair value of assets and liabilities

(a) Fair value hierarchy

The Group categorises fair value measurements using a fair value hierarchy that is dependent on the valuation inputs used as follows:

- Level 1 - Quoted prices (unadjusted) in active market for identical assets or liabilities that the Group can access at the measurement date,
- Level 2 - Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly, and
- Level 3 - Unobservable inputs for the asset or liability.

Fair value measurements that use inputs of different hierarchy levels are categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

BRC Asia Limited and its Subsidiaries

Notes to the financial statements

For the financial period 6 months ended 31 March 2026

16. Fair value of assets and liabilities (cont'd)

(b) Assets and liabilities measured at fair value

The following table shows an analysis of each class of assets and liabilities measured at fair value at the end of the reporting period:

	Group			Total
	Quoted prices in active markets for identical instruments (Level 1) S\$'000	Significant observable inputs other than quoted prices (Level 2) S\$'000	Significant unobservable inputs (Level 3) S\$'000	
31 March 2026				
Assets measured at fair value				
Financial assets:				
<u>Investment securities</u>				
- <i>Quoted equity securities at FVOCI</i>	28	-	-	28
- <i>Unquoted equity securities at FVPL</i>	-	-	19,392	19,392
<u>Debt instruments at FVPL</u>				
- <i>Trade receivables subject to provisional pricing</i>	-	-	39,950	39,950
<u>Derivatives</u>				
- <i>Currency forward contracts</i>	-	840	-	840
Financial assets as at 31 March 2026	28	840	59,342	60,210

BRC Asia Limited and its Subsidiaries

Notes to the financial statements

For the financial period 6 months ended 31 March 2026

16. Fair value of assets and liabilities (cont'd)

(b) Assets and liabilities measured at fair value (cont'd)

	Group			Total
	Quoted prices in active markets for identical instruments (Level 1)	Significant observable inputs other than quoted prices (Level 2)	Significant unobservable inputs (Level 3)	
	S\$'000	S\$'000	S\$'000	S\$'000
31 March 2025				
Assets measured at fair value				
Financial assets:				
<u>Investment securities</u>				
- Quoted equity securities at FVOCI	27	-	-	27
- Unquoted equity securities at FVPL	-	-	18,992	18,992
<u>Debt instruments at FVPL</u>				
- Trade receivables subject to provisional pricing	-	-	37,066	37,066
Financial assets as at 31 March 2025	27	-	56,058	56,085
Liabilities measured at fair value				
Financial liabilities:				
<u>Derivatives</u>				
- Currency forward contracts	-	267	-	267
Financial liabilities as at 31 March 2025	-	267	-	267

(c) Level 2 fair value measurements

The following is a description of the valuation techniques and inputs used in the fair value measurement for assets and liabilities that are categorised within Level 2 of the fair value hierarchy:

Derivatives:

Currency forward contracts are valued according to valuations obtained from reputable financial institutions as at the end of the reporting period.

16. Fair value of assets and liabilities (cont'd)

(d) Level 3 fair value measurements

Debt instruments at FVPL:

The Group applied the 'most likely amount method' to predict steel reinforcement index based on historical published indices from the Building and Construction Authority, spot sales prices and steel price trends. The Group also takes into consideration the credit risk with reference to the provisional matrix developed under the simplified approach for lifetime ECL, which involves adjustment to historical credit loss experience with forward-looking information such as forecast of economic conditions.

Investment securities at FVPL:

For the financial year ended 30 September 2025, the Group has applied discounted cash flow and market comparable approach as valuation techniques to determine the fair value of the investment in the unquoted equity securities at FVPL as of 30 September 2025. The directors have determined that there are no material changes in the fair value for the 6 months ended 31 March 2026.

1. Review

The condensed consolidated statement of financial position of the Company and its subsidiaries as at 31 March 2026 and the related condensed consolidated profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the six-month period then ended and certain explanatory notes have not been audited or reviewed.

2. Review of performance of the Group

Statement of Comprehensive Income

Revenue

The Group achieved a substantial increase in revenue for the first half ended 31 March 2026 ("1H2026"), recording S\$931.0 million. This represents a 30% increase compared to S\$715.6 million for the corresponding period ended 31 March 2025 ("1H2025").

The robust momentum carried over from the end of the previous financial year into the first half of 2026, driven by higher domestic construction deliveries and increase international trade. However, revenue growth was partially constrained by lower selling prices, reflecting a broader decrease in global steel prices in current financial period. In addition, the acquisition of our Malaysian subsidiary on 14 August 2025, Southern Steel Mesh Sdn Bhd ("SSM") also contributed to the revenue increase.

Gross profit margin and gross profit

The Group's gross profit rose 38% in 1H2026 to S\$93.3 million from S\$67.4 million in 1H2025, mainly due to higher tonnage delivered, including more contribution from value-added products with better gross margins. In addition, lower provisions for onerous contracts of S\$4.5 million in 1H2026 versus S\$7.7 million in 1H2025 further supported the profit increase. Consequently, gross profit margin improved to 10.0%, up from 9.4%.

Other income

The Group's other income declined significantly by 52%, falling to S\$3.4 million in 1H2026 from S\$7.1 million in 1H2025. This decrease was mainly attributable to lower foreign exchange gains of S\$2.2 million, and a S\$1.6 million reduction in fair value changes of derivatives. These declines were partially offset by a S\$0.4 million increase in interest income.

Distribution and administrative expenses

Distribution costs increased by 66% to S\$7.0 million in 1H2026 compared with S\$4.2 million in 1H2025. The increase was primarily driven by expenses associated with the SSM, which contributed significantly to the overall increase. Higher activity levels in the Group's domestic operations also led to increased related costs. In addition, the Thailand subsidiary recorded higher operational expenses, further contributing to the increase in the distribution costs during the period.

During the first half of 2026, the Group's administrative expenses rose by 32% to S\$17.4 million, up from S\$13.3 million in the corresponding period last year. This was mainly due to heightened activity within the Group's domestic operations, which resulted in higher salary and related costs to support increased business volume. SSM also contributed to the growth in administrative expenses.

2. Review of performance of the Group (cont'd)

Statement of Comprehensive Income (cont'd)

Finance costs

In 1H2026, the Group's finance costs fell by 52% to S\$1.8 million from S\$3.8 million a year earlier. This reduction was mainly attributable to lower financing needs, reduced interest rates, and improved operating cash flow which lessened reliance on external funding.

Other operating expenses

In the first half of 2026, the Group's other operating expenses fell by 23% to S\$2.1 million, compared to S\$2.7 million in the previous year, mainly from timing of bulk purchases of supplies and lower staff-related costs.

(Allowance for)/reversal of expected credit losses on trade receivables

The Group's allowance for expected credit losses on trade receivables increased to S\$2.6 million in 1H2026, compared with a reversal of S\$0.3 million in 1H2025. This increase was mainly due to higher receivables arising from increased sales revenue during the period, which expanded the receivables base and necessitated a higher allowance to address potential credit risks.

Share of results of joint venture

In 1H2026, the Group recorded a share of losses from its joint venture amounting to S\$0.3 million, in contrast to a profit of S\$0.2 million in the corresponding period of the prior year. The decline was primarily due to reduced tonnage deliveries by the Group's joint venture in China.

Statement of Financial Position

As of 31 March 2026, the Group's balance sheet remained strong with net assets attributable to owners of the Company of S\$530.2 million and net asset value per ordinary share of S\$1.93.

The Group's trade and other receivables rose by S\$42.4 million, primarily attributable to increased sales revenue.

The Group's derivatives increased by S\$0.8 million, primarily attributable to mark-to-market gains on US dollar forward contracts.

The Group's trade and other payables increased by S\$56.6 million mainly due to goods in transit.

The Group's contract liabilities fell by S\$14.4 million, primarily because of fewer advances received from customers.

The Group's loans and borrowings declined by S\$51.1 million, primarily due to stronger operating cash flow which reduced the need for external financing.

2. Review of performance of the Group (cont'd)

Statement of Financial Position (cont'd)

The Group's lease liabilities declined by S\$3.2 million, primarily attributable to repayment of lease obligations.

The Group's provisions increased by S\$4.5 million, mainly caused by the increase in provision for onerous contracts in current financial period.

The Group's current tax liabilities increased by S\$3.0 million mainly due to the Company's higher taxable profits.

Statement of Cash Flow

Net cash flows of S\$67.8 million from operations were used to purchase plant and equipment, repay bank loans, and pay dividends.

3. 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 first half ended 31 March 2026 are in line with the commentary in the full year results announcement dated 23 November 2025.

4. 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's construction sector remains robust, with output expanding by approximately 9% year-on-year in the first quarter of 2026 amid strong public and private project activity. Preliminary data show that about S\$50.5 billion in construction contracts were awarded in 2025, up from S\$44.6 billion in 2024, in line with the Building and Construction Authority (BCA)'s forecast range.

For 2026, BCA projects total construction demand of S\$47-53 billion, supported by major public infrastructure and housing developments. Landmark works such as Changi Airport Terminal 5, the Marina Bay Sands expansion, new healthcare facilities and MRT extensions are progressing, ensuring significant project backlogs into the coming quarters. A strong supply pipeline will also bolster near-term activity: for example, about 55,800 private housing units (including executive condominiums) are slated for completion over the next few years, and the Government's latest land sales programme will release roughly 4,600 additional residential units in the first half of 2026 - about 50% above the historical half-year average - to meet demand. In parallel, the Housing & Development Board (HDB) is accelerating its public housing programme with around 6,900 new flats to be launched in June 2026. These commitments reflect not only firm underlying demand but also policy support to sustain construction volumes in the near term.

4. 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. (cont'd)

Over the next reporting period (upcoming quarter), industry conditions are expected to remain mixed. Construction work volumes should stay high as ongoing projects move forward and newly secured contracts - particularly large public-sector and civil engineering works - enter active phases. However, the operating environment continues to be challenging. Competitive intensity in the construction materials segment remains elevated, especially for reinforcing steel, as the current boom has attracted new entrants and spurred capacity expansions by major players. Tender pricing for steel reinforcement is tight, which will keep margins under pressure. At the same time, cost headwinds have intensified due to global supply shocks. The conflict in the Middle East that erupted in late February has driven oil and energy prices sharply higher, feeding directly into construction costs. Key inputs have seen sudden price spikes - for example, diesel prices more than doubled within weeks (from just over S\$1 per litre in February to nearly S\$3 by early April) - and overall materials costs have risen an estimated 5-15% or more since the conflict began. While the Government has introduced *temporary relief measures* (including sharing a portion of diesel and bitumen cost increases for critical public projects), contractors and suppliers remain exposed to significantly higher operating expenses in the near term.

Looking ahead over the next 12 months, our outlook is cautiously optimistic. Construction activity in Singapore is expected to stay at a historically high level, though the pace of growth is likely to moderate from the rapid expansion seen last year. Public sector projects will be the primary driver, led by large infrastructure and housing developments that provide a solid base of work well into 2027. Private sector building activity should hold up at healthy levels - for instance, private residential prices rose modestly by 0.9% in Q1 2026, and a considerable inventory of development projects is underway - even as new project launches proceed in a measured manner under prevailing property market cooling measures. Overall, the current wave of projects, particularly big infrastructure contracts, gives the industry strong near-term visibility. Nonetheless, external risks and cost challenges are likely to persist. Global economic uncertainty and elevated interest rates have tightened financial conditions for developers and contractors, and inflationary pressures remain entrenched. Energy-driven cost surges are expected to keep construction material prices elevated over the year. BCA has cautioned that despite the positive outlook, demand could soften if adverse global developments materialise. Moreover, as one-off mega-projects like Changi T5 move toward completion in the longer term, the industry may eventually see some reversion to more typical volumes.

As of 31 March 2026, our sales order book stood at approximately S\$1.76 billion. The duration of projects in our sales order book range up to 5 years and may be subject to further changes.

BRC Asia Limited and its Subsidiaries

**Other Information required by Listing Rule Appendix 7.2
For the financial period 6 months ended 31 March 2026**

5. Dividend

a) Current Financial Period reported on

1H2026

Name of dividend	Interim tax exempt (one-tier)
Dividend type	Cash
Dividend rate (per ordinary share)	8 cents
Books closure date	To be announced later
Payment date	To be announced later

b) Corresponding period of the immediately preceding financial year

1H2025

Name of dividend	Interim tax exempt (one-tier)
Dividend type	Cash
Dividend rate (per ordinary share)	6 cents

c) If no dividend has been declared/recommended, a statement to that effect

Not applicable.

BRC Asia Limited and its Subsidiaries

Other Information required by Listing Rule Appendix 7.2 For the financial period 6 months ended 31 March 2026

6. Interested person transactions

Name of interested person and nature of transaction	Aggregate value of all interested person transactions during the financial period (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)		Aggregate value of all interested person transactions under shareholders' mandate pursuant to Rule 920 during the financial period (excluding transactions less than S\$100,000)	
	1st Half 2026 S\$'000	1st Half 2025 S\$'000	1st Half 2026 S\$'000	1st Half 2025 S\$'000
HL Building Materials Pte. Ltd. - Sale of goods to	-	-	11,173	7,810
HL-Manufacturing Industries Sdn.Bhd. - Sale of goods to	-	-	7,755	7,174
HG Metal Manufacturing Limited - Sale of goods to	-	-	30,360	-
HG Construction Steel Pte. Ltd. - Sale of goods to - Purchase of goods from	- -	17,277 -	39,285 955	- -
Southern Steel Berhad - Sale of goods to - Purchase of goods from	- -	- 1,540	1,814 18,439	- -
Danstil Sdn. Bhd. - Rental of premises from	181	-	-	-
Southern Steel Mesh Sdn. Bhd. - Purchase of goods from - Sale of goods to - Sale of machinery/ supplies - Capital increase	- - 1,796 5,054	114 - - -	3,815 454 - -	- - - -
Southern PC Steel Berhad - Sale of goods to	-	-	12,685	-
Southern Pipe Industry (Malaysia) Sdn. Bhd. - Sale of goods to	-	-	1,307	-

Interested person transactions mandates for the following had been renewed at the annual general meeting held on 29 January 2026:

- the mutual supply of steel products between the Company and associates of the Company's controlling shareholder, Bright Point Trading Pte. Ltd. and Shanghai Emetal Hong Energy Co., Ltd;
- sales and purchases of raw materials and steel products between the Company and associates of the Company's shareholder, HL Building Materials Pte. Ltd., and HL-Manufacturing Industries Sdn. Bhd.; and
- mutual supply of steel products and provision of management and/or support services between the Company and associates of the Company's controlling shareholder, HG Metal Manufacturing Limited Group and Southern Steel Berhad Group.

BRC Asia Limited and its Subsidiaries

Other Information required by Listing Rule Appendix 7.2 For the financial period 6 months ended 31 March 2026

7. Confirmation pursuant to Rule 705(5) of the SGX Listing Manual

We, Xu Jiguo and Seah Kiin Peng, being two directors of BRC Asia Limited, do hereby confirm on behalf of the Board of Directors of the Company that, to the best of our knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the unaudited financial results for the six-month period ended 31 March 2026 to be false or misleading in any material aspects.

8. Confirmation that the issuer has procured undertakings for all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1)

The Group confirms that it has procured undertakings from all its directors and executive officers in the format set out in Appendix 7.7 under Rule 720(1) of the listing manual.

9. Disclosure pursuant to Rule 706A of the SGX Listing Manual

The following direct wholly-owned subsidiaries were incorporated:

- | | |
|----------------------------------|---|
| (A) Name of subsidiary | : BRC Asia (Hong Kong) Limited |
| Date of incorporation | : 11 February 2026 |
| Country of incorporation | : Hong Kong |
| Principal activity | : Import and export trade |
| Issued and paid-up share capital | : HKD1.00 |
| (B) Name of subsidiary | : Hong Kong Reinforced Concrete Engineering Company Limited |
| Date of incorporation | : 11 February 2026 |
| Country of incorporation | : Hong Kong |
| Principal activity | : Manufacture of fabricated metal products |
| Issued and paid-up share capital | : HKD1.00 |

The incorporation of the subsidiaries was funded through internal resources and is not expected to have any material impact on the consolidated net tangible assets and consolidated earnings per share of the Group for the financial year ending 30 September 2026. None of the directors or controlling shareholders of the Company has any interest, direct or indirect, in the above incorporation, save for their shareholdings in the Company, if any.

On behalf of the Board of Directors

Xu Jiguo
Executive Director

Seah Kiin Peng
Executive Director

Singapore
8 May 2026