



**Financial Statement for the First Quarter and Three months Ended 31 March 2016**

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

1(a) An income statement with a consolidated statement of comprehensive income for the Group together with a comparative statement for the corresponding period of the immediate preceding financial year.

	First quarter ended 31 Mar		
	2016 S\$'000	2015 S\$'000	Change %
<b><u>INCOME STATEMENT</u></b>			
Revenue	82,093	91,797	(10.6)
Cost of sales	(77,232)	(85,275)	(9.4)
<b>Gross profit</b>	4,861	6,522	(25.5)
Other operating income	559	1,154	(51.6)
Other (expense)/income	(304)	132	N.M.
Administrative costs	(1,969)	(2,144)	(8.2)
Other operating costs	(4,275)	(4,368)	(2.1)
Finance costs	(134)	(72)	86.1
Share of results of joint ventures	(302)	-	N.M.
Share of results of associates	79	11	618.2
<b>(Loss)/profit before taxation</b>	(1,485)	1,235	N.M.
Income tax expense	(237)	(259)	(8.5)
<b>(Loss)/profit for the period</b>	(1,722)	976	N.M.
<b>Attributable to:</b>			
Equity holders of the Company	(1,682)	848	N.M.
Non-controlling interests	(40)	128	N.M.
	(1,722)	976	N.M.

N.M. - Not meaningful

## STATEMENT OF COMPREHENSIVE INCOME

(Loss)/profit for the period  
Other comprehensive income:  
Foreign currency translation differences  
Other comprehensive income for the period  
**Total comprehensive income for the period**

### Total comprehensive income attributable to:

Owners of the parent  
Non-controlling interests

First quarter ended 31 March		
2016 S\$'000	2015 S\$'000	Change %
(1,722)	976	N.M.
700	(386)	N.M.
700	(386)	N.M.
<b>(1,022)</b>	<b>590</b>	N.M.
(1,112)	512	N.M.
90	78	15.4
<b>(1,022)</b>	<b>590</b>	N.M.

## NOTES TO INCOME STATEMENT

The following items have been included in arriving at (loss)/profit for the period:

Depreciation of property, plant and equipment  
Foreign exchange loss/(gain), net  
Gain on disposal of property, plant and equipment  
Interest expense  
Interest income  
Allowance/(write-back of allowance) for doubtful receivables, net  
Write-off of trade payables  
Fair value loss on derivative  
Underprovision of income tax in respect of previous years

1,343	1,584	(15.2)
304	(132)	N.M.
(24)	(5)	380.0
134	72	86.1
(213)	(35)	508.6
14	(35)	(140.0)
-	(87)	(100.0)
245	-	N.M.
96	-	N.M.

N.M. - Not meaningful

**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.**

	Group		Company	
	31-Mar-16 S\$'000	31-Dec-15 S\$'000	31-Mar-16 S\$'000	31-Dec-15 S\$'000
<b>Non-current assets</b>				
Property, plant and equipment	45,942	44,258	19,738	20,171
Intangible assets	419	419	-	-
Investments in subsidiaries	-	-	56,099	56,099
Investments in associates	1,119	1,115	260	260
Investment in joint ventures	-	-	-	-
Deferred tax assets	735	735	-	-
Trade receivables	6,252	7,520	-	-
Loans to associates	19,507	19,257	-	-
Loans to a joint venture	18,073	17,360	-	-
<b>Current assets</b>				
Amounts due from subsidiaries	-	-	12,904	12,858
Properties held for sale	8,395	8,395	-	-
Gross amount due from customers for work-in-progress	23,434	30,532	-	-
Inventories	9,364	10,156	-	-
Trade receivables	91,046	113,617	-	-
Other receivables	2,846	3,393	494	291
Pledged deposits	5,462	5,275	-	-
Cash and cash equivalents	41,555	23,935	909	1,226
	182,102	195,303	14,307	14,375
<b>Current liabilities</b>				
Amounts due to subsidiaries	-	-	12,649	12,490
Gross amount due to customers for work-in-progress	39,560	28,968	-	-
Trade and other payables	55,562	80,582	225	279
Other liabilities	4,261	2,661	862	677
Loans and borrowings	11,989	12,591	2,682	3,109
Income tax payable	430	640	53	-
	111,802	125,442	16,471	16,555
<b>Net current assets/(liabilities)</b>	<b>70,300</b>	<b>69,861</b>	<b>(2,164)</b>	<b>(2,180)</b>
<b>Non-current liabilities</b>				
Trade payables	10,265	8,180	-	-
Deferred tax liabilities	4,966	4,864	-	-
Loans and borrowings	12,794	12,137	10,445	10,557
	<b>134,322</b>	<b>135,344</b>	<b>63,488</b>	<b>63,793</b>
<b>Equity attributable to equity holders of the Company</b>				
Share capital	43,967	43,967	43,967	43,967
Treasury shares	(69)	(69)	(69)	(69)
Retained earnings	89,485	91,167	19,590	19,895
Foreign currency translation reserve	(1,687)	(2,257)	-	-
	131,696	132,808	63,488	63,793
Non-controlling interests	2,626	2,536	-	-
<b>Total equity</b>	<b>134,322</b>	<b>135,344</b>	<b>63,488</b>	<b>63,793</b>

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

**Amount repayable in one year or less, or on demand**

As at 31/03/2016		As at 31/12/2015	
Secured	Unsecured	Secured	Unsecured
S\$7,989,000	S\$4,000,000	S\$8,591,000	S\$4,000,000

**Amount repayable after one year**

As at 31/03/2016		As at 31/12/2015	
Secured	Unsecured	Secured	Unsecured
S\$12,794,000	-	S\$12,137,000	-

**Details of any collateral**

The secured borrowings repayable within one year and after one year comprise mainly obligations under finance leases, banker's acceptances and property loans. These are secured by charges over land and building, plant and equipment, motor vehicles and fixed deposits from a subsidiary.

1(c) A consolidated statement of cash flows, together with a comparative statement for the corresponding period of the immediately preceding financial year.

	First quarter ended 31 Mar	
	2016 S\$'000	2015 S\$'000
<b>Cash flows from operating activities</b>		
(Loss)/profit before taxation	(1,485)	1,235
Adjustments for:		
Depreciation of property, plant and equipment	1,343	1,584
Allowance/(write-back of allowance) for doubtful receivables, net	14	(35)
Write-off of trade payables	-	(87)
Interest income	(213)	(35)
Interest expense	134	72
Fair value adjustment on derivative	245	-
Gain on disposal of property, plant and equipment	(24)	(5)
Share of results of joint ventures	302	-
Share of results of associates	(79)	(11)
Net effect of exchange rate changes in consolidating subsidiaries	799	(340)
<b>Operating cash flows before working capital changes</b>	<b>1,036</b>	<b>2,378</b>
Increase in development properties	-	(4,946)
Decrease in amount due from customers for work-in-progress (net)	17,273	6,583
Decrease in trade receivables	24,578	17,835
Decrease/(increase) in other receivables	567	(1,004)
Decrease in inventories	908	29
Decrease in trade and other payables	(23,380)	(24,070)
Increase in other liabilities	724	1,421
<b>Cash generated from/(used in) operations</b>	<b>21,706</b>	<b>(1,774)</b>
Interest paid	(183)	(193)
Interest received	86	35
Income tax paid	(345)	(330)
<b>Net cash generated from/(used in) operating activities</b>	<b>21,264</b>	<b>(2,262)</b>
<b>Cash flows from investing activities</b>		
Proceeds from disposal of property, plant and equipment	24	5
Purchase of property, plant and equipment (Note A)	(2,757)	(1,374)
Investment in a joint venture	-	(250)
Dividend from an associate	-	4,800
Distribution of profits from a joint venture	128	-
<b>Net cash (used in)/generated from investing activities</b>	<b>(2,605)</b>	<b>3,181</b>
<b>Cash flows from financing activities</b>		
(Repayment of)/proceeds from bank borrowings, net	(486)	2,112
Proceeds from long term borrowings, secured	2,048	-
Repayment of long term borrowings	(1,282)	(3,810)
Repayment of finance leases	(324)	(635)
Loans to an associate	(175)	(13,793)
Loans to a joint venture	(586)	-
Increase in pledged deposits	-	(653)
Net effect of exchange rate changes in consolidating subsidiaries	(88)	-
<b>Net cash used in financing activities</b>	<b>(893)</b>	<b>(16,779)</b>
Net increase/(decrease) in cash & cash equivalents	17,766	(15,860)
Net effect of exchange rate changes on cash and cash equivalents	(344)	113
Cash and cash equivalents at beginning of the period	23,935	38,002
<b>Cash and cash equivalents at end of the period</b>	<b>41,357</b>	<b>22,255</b>

1(c) Consolidated statement of cash flows (continued)

	First quarter ended 31 Mar	
	2016 S\$'000	2015 S\$'000
Comprising:		
Cash and bank balances	31,531	17,662
Fixed deposits	15,485	11,768
	47,016	29,430
Less: Pledged fixed deposits	(5,461)	(7,175)
<b>Statement of financial position - cash &amp; cash equivalents</b>	<b>41,555</b>	<b>22,255</b>
Less: Maintenance funds from owners of Bliss @Kovan received on behalf of property managing agent	(198)	-
	<b>41,357</b>	<b>22,255</b>

Note A

The Group acquired property, plant and equipment through the following arrangements:

	First quarter ended 31 Mar	
	2016 S\$'000	2015 S\$'000
Total cost of property, plant and equipment acquired	2,806	1,562
Less: Acquisition costs satisfied by finance lease arrangements	-	(188)
Interest cost paid	(49)	-
Cash payments	2,757	1,374

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

	Attributable to equity holders of the Parent					Total equity S\$'000
	Share capital S\$'000	Treasury shares S\$'000	Retained earnings S\$'000	Foreign currency translation reserve S\$'000	Non-controlling interests S\$'000	
Balance at 1 January 2016	43,967	(69)	91,167	(2,257)	2,536	135,344
Total comprehensive income for the period	-	-	(1,682)	570	90	(1,022)
Balance at 31 March 2016	43,967	(69)	89,485	(1,687)	2,626	134,322
Balance at 1 January 2015	43,967	(69)	91,299	(880)	2,614	136,931
Total comprehensive income for the period	-	-	848	(336)	78	590
Balance at 31 March 2015	43,967	(69)	92,147	(1,216)	2,692	137,521

##### Company

	Attributable to equity holders of the Company			
	Share capital S\$'000	Treasury shares S\$'000	Retained earnings S\$'000	Total equity S\$'000
Balance at 1 January 2016	43,967	(69)	19,895	63,793
Total comprehensive income for the period	-	-	(305)	(305)
Balance at 31 March 2016	43,967	(69)	19,590	63,488
Balance at 1 January 2015	43,967	(69)	35,551	79,449
Total comprehensive income for the period	-	-	9	9
Balance at 31 March 2015	43,967	(69)	35,560	79,458

1(d)(ii) Details of any changes in the company's share capital arising from right 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.

##### Share capital

There have been no changes to the issued share capital of the Company since the end of the previous financial year. As at 31 March 2016 and 31 December 2015, the issued share capital of the Company was \$43,967,199 comprising 307,999,418 ordinary shares and 211,000 treasury shares.

Treasury shares

The Company did not acquire any ordinary shares of the Company to be held as treasury shares during the year.

	<u>No. of shares</u>	<u>S\$'000</u>
At 1 January and 31 March 2016	211,000	69

Employee performance share plan

As at 31 March 2016 and 2015, there were no performance shares granted and outstanding (being contingent award) to eligible employees and directors under the BBR Share Plan.

**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.**

The total number of issued shares excluding treasury shares as at 31 March 2016 was 307,999,418 (as at 31 December 2015: 307,999,418). The total number of treasury shares held as at 31 March 2016 was 211,000 (as at 31 December 2015: 211,000).

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

Save as disclosed in para 1(d)(ii), there were no sales, transfers, disposal, cancellation and/or use of treasury shares during the three months ended 31 March 2016.

**2. Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.**

The figures have not been audited nor reviewed by the auditors.

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

Not applicable.

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

The Group has applied the same accounting policies and methods of computation in the financial statements for the current reporting period as those adopted in the most recently audited financial statements for the financial year ended 31 December 2015.

**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.**

There are no changes in accounting policies and methods of computation.



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

	<b>First Quarter Ended 31 March</b>	
	<u>2016</u> Cents	<u>2015</u> Cents
(Loss)/earnings per ordinary share of the Company attributable to shareholders		
(a) Based on the weighted average number of ordinary shares in issue	(0.55)	0.27
(b) On a fully diluted basis (detailing any adjustment made to earnings)	(0.55)	0.27

The weighted average number of shares of 307,999,418 (2015: 307,999,418) for basic and diluted earnings per share computation takes into account the weighted average effect of changes in treasury shares transactions during the periods, of which there were none.

7. **Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the:**

- (a) **current financial period reported on; and**  
(b) **immediately preceding financial year**

	<b>Group</b>		<b>Company</b>	
	<u>31.3.16</u> Cents	<u>31.12.15</u> Cents	<u>31.3.16</u> Cents	<u>31.12.15</u> Cents
Net asset value per ordinary share based on issued capital at the end of the period	42.76	43.12	20.61	20.71

8. **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the followings:-**

- (a) **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; and**  
(b) **any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

Comprehensive Income Statement Review – First quarter 2016 ('1Q16') vs First Quarter 2015 ('1Q15')

Group revenue for 1Q16 was \$82.1 million compared with \$91.8 million for 1Q15. The Group recorded a net loss attributable to equity holders of the Company of \$1.7 million in the current period from a net profit of \$0.8 million in 1Q15.

As revenue from property development for sold units was fully recognised in financial year 2015 after obtaining Temporary Occupancy Permit ("TOP"), lower Group revenue was recorded for 1Q16. However, this was partially offset by higher general construction revenue due mainly to certain projects in their active stage of construction.

Gross profit for 1Q16 decreased to \$4.9 million from \$6.5 million for 1Q15, due mainly to absence of property development profit in 1Q16, and partially offset by an increase of gross profit contribution from the general construction segment. Gross margin for 1Q16 have decreased to 5.9% from 7.1% in 1Q15 as a result of difference in project mix.

Other operating income decreased to \$0.6 million for 1Q16 from \$1.2 million for 1Q15, due to lower equipment rental income and administrative fee income from the training and test centres in the current period. Other expense of \$0.3 million for 1Q16 relates to foreign exchange loss for the Group's financial assets and forward currency purchases denominated in USD.

Administrative costs for 1Q16 decreased to \$2.0 million from \$2.1 million in 1Q15 due to lower depreciation charges while other operating costs declined marginally to \$4.3 million in 1Q16 as a result of decreased office rental costs after BBR re-purchased its office building. Finance costs for 1Q16 increased to \$134,000 from \$72,000 in 1Q15, attributable to interest expense from a term loan to finance the purchase of BBR's office building in September 2015.

In 1Q16, the Group recorded \$0.3 million for its share of loss in joint ventures, mainly attributable to fair value loss adjustment on derivative and interest expense accruing to bank borrowings and shareholders' loans to finance a mixed residential and commercial development along Yishun Avenue 4 ("Yishun Mixed Development"). After construction commenced in February 2016, interest expense has been capitalised to development properties.

There was no significant contribution from associates in 1Q16 and 1Q15. Lakehomes Pte Ltd ("Lakehomes"), an associate 35% owned by the Group, is the developer for Lake Life Executive Condominium in Jurong Lake district. Construction at the development is approximately 70% completed with 98% of the units sold as at 31 March 2016. However, Lakehomes is unable to progressively recognise revenue and profits from the sales until the development achieves TOP, in accordance to the financial accounting standards for Executive Condominium development. TOP is expected to be obtained in the last quarter of the current financial year.

Income tax expense for both quarters under review were approximately \$0.2 million. Although the Group reported a net loss for 1Q16, income tax expense is recognised for profits recorded by its subsidiary in Malaysia which cannot be offset against losses incurred by Singapore entities.

The Group recorded foreign currency translation gain of \$0.7 million for 1Q16 under other comprehensive income due to translation gain of its Malaysia subsidiary as a result of the Malaysian ringgit strengthening against the Singapore dollar over the period.

#### Statement of Financial Position Review

The carrying amount of the Group's property, plant and equipment ("PPE") rose to \$45.9 million as at 31 March 2016 from \$44.3 million as at 31 December 2015, attributable to additional assets for an ongoing project relating to a 20-year solar leasing contract with Ang Mo Kio Town Council. The increase in PPE was offset by depreciation charges in the current quarter.

Loans to a joint venture, NorthernOne Development Pte Ltd rose marginally to \$18.1 million as at 31 March 2016 from 31 December 2015, attributable to further advances to partially finance the development costs for Yishun Mixed Development.

Since the beginning of FY2016, the Group's general construction projects were in their active stage of construction and progressive billings have exceeded construction costs and profits/losses recognised for these projects. Accordingly, amount due from customers for work-in-progress (which represents cost and profits in excess of billings) has decreased to \$23.4 million as at 31 March 2016 and amount due to customers for work-in-progress (which represents billings in excess of costs and profits) has increased to \$39.6 million, from \$30.5 million and \$29.0 million respectively, as at 31 December 2015.

Inventories decreased to \$9.4 million as at 31 March 2016 from \$10.2 million as at 31 December 2015, mainly due to steel structures deployed for an ongoing building project.

Total current and non-current trade receivables decreased to \$97.3 million as at 31 March 2016 from \$121.1 million as at 31 December 2015, largely due to lower volume of general construction work compared to the last quarter in FY2015. Other receivables decreased to \$2.8 million as at 31 March 2016 from \$3.4 million as at 31 December 2015 due mainly to progressive settlement of sundry debtors and deposits as general construction projects near completion.

Cash and cash equivalents and pledged deposits rose to \$47.0 million as at 31 March 2016 compared with \$29.2 million as at 31 December 2015, largely due to increase in cash generated from operating activities, mainly from trade receivable collections and progress claims in excess of construction costs for work-in-progress in the current quarter, and partially offset by payments to trade payables.

Current and non-current trade and other payables decreased to \$65.8 million as at 31 March 2016 from \$88.8 million as at 31 December 2015, mainly due to lower general construction work volume leading to decreased project costs and trade payables. Other liabilities increased to \$4.3 million as at 31 March 2016 from \$2.7 million as at 31 December 2015, attributable to provisions for operating expenses for the current quarter.

Income tax payable decreased to \$0.4 million as at 31 March 2016 from \$0.6 million as at 31 December 2015 due to income tax paid and partially offset by tax provision by the Malaysia subsidiary.

Total bank loans and borrowings as at 31 March 16 and December 15 remained at approximately \$24.8 million, attributable to further drawdowns of a term loan to finance the assets for a 20-year solar leasing contract and offset by other term loan repayments.

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

Not applicable because there was no forecast or prospect statement on financial performance disclosed previously.

**10. A commentary at the date of the announcement of the significant trends and 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.**

On 14 April 2016, the Ministry of Trade and Industry announced that based on advance estimates, the Singapore economy grew by 1.8 per cent on a year-on-year basis in the first quarter of 2016, the same pace of growth as in the previous quarter. Growth was flat on a quarter-on-quarter seasonally-adjusted annualised basis, in contrast to the 6.2 per cent expansion in the preceding quarter. The construction sector expanded by 6.2 per cent on a year-on-year basis in the first quarter, an improvement from the 4.9 per cent growth recorded in the previous quarter. The stronger growth in the sector was supported by both public and private sector construction activities. On a quarter-on-quarter seasonally-adjusted annualized basis, the sector grew by 10.2 per cent, accelerating from 6.0 per cent growth in the preceding quarter.

The industry outlook remains challenging in the next 12 months with increasing competition and anticipated increase in labour cost due to short supply of foreign workers. The Group will continue to focus on its core business by leveraging its strong track record in building construction and civil engineering to secure more projects as well as enhancing cost effectiveness and efficiency optimisation in the management of on-going projects. BBR will also continue to conduct feasibility studies to undertake new property development projects.

As at the date of this announcement, the Group has an order book of approximately \$360 million in respect of construction projects, predominantly in Singapore and Malaysia.

**11. Dividend**

**(a) Whether an interim (final) ordinary dividend has been declared (recommended)**

No.

**(b) (i) Amount per share – Not applicable**

**(ii) Previous corresponding period – Not applicable**

**(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived (if the dividend is not taxable in the hands of shareholders, this must be stated)**

Not applicable

**(d) The date the dividend is payable**

Not applicable

**(e) The date on which Registrable Transfers received by the Company (up to 5.00 pm) will be registered before entitlements to the dividend are determined**

Not applicable

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

No dividend has been declared/recommended for the current financial period.

**13. If the Group has obtained a general mandate from shareholders for Interested Person Transactions "IPTs", the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.**

No IPT mandate has been obtained pursuant to Rule 920(1).

**14. If the Company has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1).**

Yes.

**CONFIRMATION BY THE BOARD**

We, Tan Kheng Hwee Andrew and Carrie Luk Kai Lai, being two of the Directors of the Company, do hereby confirm on behalf of the 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 financial results for the period ended 31 March 2016 to be false or misleading.

On behalf of the Board of Directors



TAN KHENG HWEE ANDREW  
Executive Director and Chief Executive Officer



CARRIE LUK KA LAI  
Non-Executive Director  
Singapore