



BBR Holdings (S) Ltd and its subsidiaries
Company Registration No. 199304349M

Condensed Interim Financial Statements
For the six months and full year ended 31 December 2021

BBR Holdings (S) Ltd and its subsidiaries
Condensed Interim Financial Statements

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BBR Holdings (S) Ltd and its subsidiaries
Condensed Interim Financial Statements

Condensed interim consolidated statement of comprehensive income
For the 12 months ended 31 December 2021

		Group					
	Note	6 months ended 31 December 2021 \$'000	6 months ended 31 December 2020 \$'000	Change %	12 months ended 31 December 2021 \$'000	12 months ended 31 December 2020 \$'000	Change %
Revenue	4	101,840	79,167	28.6	179,954	121,595	48.0
Cost of sales		<u>(85,282)</u>	<u>(81,332)</u>	4.9	<u>(158,986)</u>	<u>(123,631)</u>	28.6
Gross profit/(loss)		16,558	(2,165)	N.M	20,968	(2,036)	N.M.
Other operating income		2,206	2,153	2.5	3,091	2,863	8.0
Other income/(expense)		487	392	24.2	958	(470)	N.M
Administrative costs		(1,670)	(1,700)	(1.8)	(3,561)	(4,595)	(22.5)
Other operating costs		(6,907)	(13,567)	(49.1)	(14,676)	(23,122)	(36.5)
Finance costs		(1,914)	(2,565)	(25.4)	(3,949)	(4,275)	(7.6)
Share of results of joint ventures		(3,978)	507	N.M	(3,447)	148	N.M.
Share of results of associates		186	(115)	N.M	401	89	350.6
Profit/(loss) before taxation	6	4,968	(17,060)	N.M	(215)	(31,398)	(99.3)
Income tax credit	7	122	2,776	N.M.	136	2,839	(95.2)
Profit/(loss) for the period		<u>5,090</u>	<u>(14,284)</u>	N.M	<u>(79)</u>	<u>(28,559)</u>	(99.7)
Other comprehensive income:							
Items that may be reclassified subsequently to profit or loss							
Foreign currency translation gain/(loss)		121	214	(43.5)	(53)	47	N.M
Other comprehensive income for the period		121	214	(43.5)	(53)	47	N.M
Total comprehensive income for the period		<u>5,211</u>	<u>(14,070)</u>	N.M	<u>(132)</u>	<u>(28,512)</u>	(99.5)
Profit/(loss) attributable to:							
Equity holders of the Company		6,119	(13,410)	N.M	1,598	(26,441)	N.M
Non-controlling interests		(1,029)	(874)	17.7	(1,677)	(2,118)	(20.8)
		<u>5,090</u>	<u>(14,284)</u>	N.M	<u>(79)</u>	<u>(28,559)</u>	(99.7)
Total comprehensive income attributable to:							
Equity holders of the Company		6,234	(13,197)	N.M	1,556	(26,394)	N.M
Non-controlling interests		(1,023)	(873)	17.2	(1,688)	(2,118)	(20.3)
		<u>5,211</u>	<u>(14,070)</u>	N.M	<u>(132)</u>	<u>(28,512)</u>	(99.5)
Earnings/(loss) per share (cents per share)							
Basic	9	<u>1.90</u>	<u>(4.16)</u>	N.M	<u>0.50</u>	<u>(8.20)</u>	N.M
Diluted	9	<u>1.90</u>	<u>(4.16)</u>	N.M	<u>0.50</u>	<u>(8.20)</u>	N.M

N.M. - Not meaningful

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Condensed interim statements of financial position
As at 31 December 2021

	Note	Group		Company	
		31-Dec-21 \$'000	31-Dec-20 \$'000	31-Dec-21 \$'000	31-Dec-20 \$'000
Non-current assets					
Property, plant and equipment	11	27,134	28,887	12,230	12,593
Right-of-use assets		3,497	4,287	1,853	1,905
Investments in subsidiaries		-	-	61,059	53,932
Investments in joint ventures		5,993	9,590	-	-
Investments in associates		1,476	1,075	260	260
Deferred tax assets		3,198	3,100	-	-
Contract assets	13	15,612	7,645	-	-
Loans to a joint venture		8,725	8,643	-	-
		<u>65,635</u>	<u>63,227</u>	<u>75,402</u>	<u>68,690</u>
Current assets					
Trade receivables	5,12	11,942	42,117	-	28
Amounts due from subsidiaries		-	-	5,145	6,089
Contract assets	13	87,206	79,257	-	-
Capitalised contract costs	14	5,684	5,557	-	-
Development properties	15	73,641	77,074	-	-
Properties held for sale		1,749	1,598	-	-
Inventories		4,163	3,747	-	-
Investment securities		8	8	-	-
Other receivables		6,048	6,747	190	142
Pledged deposits		4,033	4,267	-	-
Cash and bank balances		59,474	53,566	520	1,901
Income tax recoverable		314	59	-	-
		<u>254,262</u>	<u>273,997</u>	<u>5,855</u>	<u>8,160</u>
Total assets		319,897	337,224	81,257	76,850
Current liabilities					
Amounts due to subsidiaries		-	-	14,290	9,113
Contract liabilities	13	16,947	23,901	-	-
Trade and other payables	5	52,885	45,071	208	93
Deferred income		193	187	-	-
Other liabilities		5,627	13,617	755	1,015
Derivatives		-	1,431	-	-
Lease liabilities		921	1,101	26	25
Loans and borrowings	16	4,773	4,330	541	462
Income tax payable		279	164	5	5
		<u>81,625</u>	<u>89,802</u>	<u>15,825</u>	<u>10,713</u>
Net current assets/(liabilities)		172,637	184,195	(9,970)	(2,553)

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As at 31 December 2021

	Note	Group		Company	
		31-Dec-21 \$'000	31-Dec-20 \$'000	31-Dec-21 \$'000	31-Dec-20 \$'000
Non-current liabilities					
Trade payables	5	3,879	3,118	-	-
Deferred income		2,592	2,690	-	-
Deferred tax liabilities		-	241	-	-
Lease liabilities		2,676	3,252	2,016	2,041
Loans and borrowings	16	139,251	148,115	7,754	8,307
		148,398	157,416	9,770	10,348
Total liabilities		230,023	247,218	25,595	21,061
Net assets		89,874	90,006	55,662	55,789
Equity attributable to equity holders of the Company					
Share capital	18	49,082	49,082	49,082	49,082
Treasury shares	19	(566)	(566)	(566)	(566)
Retained earnings		47,876	46,278	7,146	7,273
Foreign currency translation reserve		79	121	-	-
		96,471	94,915	55,662	55,789
Non-controlling interests		(6,597)	(4,909)	-	-
Total equity		89,874	90,006	55,662	55,789

BBR Holdings (S) Ltd and its subsidiaries
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Condensed interim statements of changes in equity
For the financial year ended 31 December 2021

<u>Group</u>	<u>Attributable to equity holders of the Company</u>						
	Share capital	Treasury shares	Retained earnings	Foreign	Total	Non-controlling interests	Total equity
				currency translation reserve			
S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	
Balance at 1 January 2021	49,082	(566)	46,278	121	94,915	(4,909)	90,006
<u>Total comprehensive income</u>							
Profit/(loss) for the year	-	-	1,598	-	1,598	(1,677)	(79)
Other comprehensive income for the year	-	-	-	(42)	(42)	(11)	(53)
Total comprehensive income for the year	-	-	1,598	(42)	1,556	(1,688)	(132)
Balance at 31 December 2021	49,082	(566)	47,876	79	96,471	(6,597)	89,874

<u>Group</u>	<u>Attributable to equity holders of the Company</u>						
	Share capital	Treasury shares	Retained earnings	Foreign	Total	Non-controlling interests	Total equity
				currency translation reserve			
S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	
Balance at 1 January 2020	49,082	(566)	72,719	74	121,309	(2,791)	118,518
<u>Total comprehensive income</u>							
Loss for the year	-	-	(26,441)	-	(26,441)	(2,118)	(28,559)
Other comprehensive income for the year	-	-	-	47	47	-	47
Total comprehensive income for the year	-	-	(26,441)	47	(26,394)	(2,118)	(28,512)
Balance at 31 December 2020	49,082	(566)	46,278	121	94,915	(4,909)	90,006

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Condensed interim statements of changes in equity
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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 2021	49,082	(566)	7,273	55,789
<u>Total comprehensive income</u>				
Loss for the year	-	-	(127)	(127)
Total comprehensive income for the year	-	-	(127)	(127)
Balance at 31 December 2021	49,082	(566)	7,146	55,662

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 2020	49,082	(566)	11,292	59,808
Adoption of SFRS(I) 16	-	-	-	-
Balance at 1 January 2020	49,082	(566)	11,292	59,808
<u>Total comprehensive income</u>				
Loss for the year	-	-	(4,019)	(4,019)
Total comprehensive income for the year	-	-	(4,019)	(4,019)
Balance at 31 December 2020	49,082	(566)	7,273	55,789

BBR Holdings (S) Ltd and its subsidiaries
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Condensed interim consolidated statement of cash flows
For the 12 months ended 31 December 2021

	Group	
	12 months ended 2021 \$'000	12 months ended 2020 \$'000
Cash flows from operating activities		
Loss before taxation	(215)	(31,398)
Adjustments for:		
Depreciation of property, plant and equipment	2,336	3,200
Depreciation of right-of-use assets	1,197	1,490
Amortisation of deferred income	(193)	(187)
Amortisation of capitalised contract costs	178	78
Allowance/(write back) for inventory obsolescence	8	(27)
Impairment loss on properties held for sale	-	173
Loss provision on trade receivables, other receivables and contract assets	1,272	5,220
Share of results of joint ventures	3,447	(148)
Share of results of associates	(401)	(89)
Accreted interest	301	156
Fair value (gain)/loss on derivatives	(1,431)	225
Gain on disposal of property, plant and equipment	(63)	(881)
Interest income	(110)	(398)
Interest expense	3,648	4,119
Operating cash flows before working capital changes	9,974	(18,467)
<u>Changes in working capital</u>		
Development properties	3,433	43,960
Properties held for sale	224	-
Contract assets	(17,633)	(46,779)
Capitalised contract costs	(305)	-
Trade receivables	29,471	(27,631)
Other receivables	653	(2,795)
Inventories	(429)	3,316
Trade and other payables	8,562	6,286
Contract liabilities	(6,754)	8,354
Other liabilities	(7,727)	4,775
Cash generated from/(used in) operations	19,469	(28,981)
Interest paid	(3,179)	(4,595)
Interest received	29	388
Income tax paid	(351)	(416)
Net cash generated from/(used in) operating activities	15,968	(33,604)

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Condensed interim consolidated statement of cash flows
For the 12 months ended 31 December 2021

	Group	
	2021 \$'000	2020 \$'000
Cash flows from investing activities		
Purchase of property, plant and equipment	(746)	(2,366)
Proceeds from disposal of property, plant and equipment	76	958
Investment in a joint venture	-	(74)
Return of share capital from an associate	-	350
Distribution of profits from an associate	-	350
Distribution of profits from joint ventures	150	1,063
Net cash (used in)/generated from investing activities	(520)	281
Cash flows from financing activities		
Proceeds from/(repayment of) short term borrowings	191	(20)
Proceeds from long term borrowings	5,000	31,520
Repayment of long term borrowings	(16,553)	(1,579)
Repayment of lease liabilities	(1,346)	(1,671)
Increase in pledged deposits	188	561
Loans from non-controlling interests	3,078	9,120
Net cash (used in)/generated from financing activities	(9,442)	37,931
Net increase in cash and cash equivalents	6,006	4,608
Effect of exchange rate changes on cash and cash equivalents	(98)	(6)
Cash and cash equivalents at beginning of the year	53,566	48,964
Cash and cash equivalents at end of the year	59,474	53,566
<u>Comprising:</u>		
Cash and bank balances	26,174	42,173
Fixed deposits	37,333	15,660
	63,507	57,833
Less: Fixed deposits pledged with financial institutions	(4,033)	(4,267)
	59,474	53,566

BBR Holdings (S) Ltd and its subsidiaries

Condensed Interim Financial Statements

Notes to the condensed interim consolidated financial statements

1. Corporate information

BBR Holdings (S) Ltd (“the Company”) is a limited liability company, which is incorporated and domiciled in the Republic of Singapore and whose shares are publicly traded on the Mainboard of Singapore Exchange. These condensed interim consolidated financial statements as at and for the six months and full year ended 31 December 2021 comprise the Company and its subsidiaries (collectively, the Group).

The principal activity of the Company is investment holding. The Group is principally involved in the business of specialised engineering, general construction, property development, green technology and investment holding.

2. Basis of preparation

The condensed interim financial statements of the Group have been prepared in accordance with Singapore Financial Reporting Standards (International) (“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 31 December 2020.

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 interim financial statements are presented in Singapore Dollar (“SGD” or “\$”) and all values are rounded to the nearest thousand (“\$’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.

Notes to the condensed interim consolidated financial statements

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 financial year ended 31 December 2020.

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.

The key assumptions concerning the future and other key sources of estimation uncertainty at the end of the reporting period are discussed below. The Group based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising beyond the control of the Group. Such changes are reflected in the assumptions when they occur.

(a) *Revenue recognition on construction contracts*

The Group recognises contract revenue over time by reference to the Group's progress towards completing the contract work. The measure of progress is determined based on the proportion of contract costs incurred to date to the estimated total contract costs.

Management has to estimate the total contract costs to complete, which are used in the input method to determine the Group's recognition of construction revenue. Additionally, management is required to evaluate adjustments to contract consideration due to variation works and key material price adjustments. When it is probable that the total contract costs will exceed the total contract consideration, a provision for onerous contracts is recognised immediately.

Significant judgements are used to estimate these total contract costs to complete and total contract consideration. In making these estimates, management has relied on the expertise of the project directors to determine the progress of the construction and also on past experience of completed projects.

Revenue from construction contracts as well as the carrying amounts of contract assets and contract liabilities are disclosed in Note 4 and Note 13 to the condensed interim financial statements.

Notes to the condensed interim consolidated financial statements

2.2 Use of judgements and estimates (cont'd)

(b) ***Provision for expected credit losses of trade receivables and contract assets***

The Group uses a provision matrix to calculate ECLs for trade receivables and contract assets. The provision rates are based on days past due for groupings of various customer segments that have similar loss patterns.

The provision matrix is initially based on the Group's historical observed default rates. The Group will calibrate the matrix to adjust historical credit loss experience with forward-looking information. At every reporting date, historical default rates are updated and changes in the forward-looking estimates are analysed.

The assessment of the correlation between historical observed default rates, forecast economic conditions and ECLs is a significant estimate. The amount of ECLs is sensitive to changes in circumstances and of forecast economic conditions. The Group's historical credit loss experience and forecast of economic conditions may also not be representative of customer's actual default in the future.

The carrying amount of trade receivables and contract assets are disclosed in Note 12 and Note 13 to the condensed interim financial statements.

(c) ***Estimation of net realisable value of development properties***

Development properties are stated at the lower of cost and net realisable value.

Net realisable value of development properties is the estimated selling price in the ordinary course of the business, based on market prices at the end of the reporting period and discounted for the time value of money if material, less the estimated costs of completion and the estimated costs necessary to make the sale.

The carrying amount of development properties is disclosed in Note 15 to the condensed interim financial statements.

3. Seasonal operations

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

Notes to the condensed interim consolidated financial statements

4. Segment and revenue information

Business information

For management purposes, the Group has four reportable segments organised based on their products and services as follows:

Specialised engineering

This segment is in the business of post-tensioning, installation of stay cable systems for structural engineering applications, piling and foundation systems, heavy lifting, bridge design and construction, maintenance, strengthening, retrofitting and prefabricated pre-finished volumetric construction systems.

General construction

This segment is in the business of design and build, general building construction, civil and structural engineering construction, and conservation and restoration of buildings.

Property development

This segment is in the business of property development, focusing on developing residential properties and mixed developments, and the provision of property management and consultancy services.

Green technology

This segment is in the business of system integration and distribution of renewable energy, and supply, installation and leasing of solar panels and grid connected systems.

Except as indicated above, no operating segments have been aggregated to form the above reportable operating segments.

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss which in certain respects, as explained in the table below, is measured differently from operating profit or loss in the consolidated financial statements.

Segment revenue and expenses, assets and liabilities include items directly attributable to a segment, as well as those that can be allocated on a reasonable basis. Unallocated items comprise mainly corporate assets, liabilities and expenses.

Inter-segment transfers of revenue and expenses include transfers between business segments and are eliminated on consolidation. Transfer prices between business segments are set on an arm's length basis in a manner similar to transactions with third parties.

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4.1 Reportable segments

	<u>Specialised Engineering</u> \$'000	<u>General Construction</u> \$'000	<u>Property Development</u> \$'000	<u>Green Technology</u> \$'000	<u>Total</u> \$'000
<u>1 July 2021 to 31 December 2021</u>					
Revenue					
External revenue	55,216	40,879	3,668	2,030	101,793
Inter-segment revenue	2,502	60	-	60	2,622
Total revenue	57,718	40,939	3,668	2,090	104,415
Results:					
Interest income	74	4	(24)	-	54
Interest expense	125	-	1,478	4	1,607
Depreciation of property, plant and equipment	640	13	9	317	979
Depreciation of right-of-use assets	536	-	-	-	536
Share of results of associates	111	-	75	-	186
Share of results of joint ventures	(6)	80	(4,052)	-	(3,978)
Other non-cash items:					
Amortisation of deferred income	-	-	-	(96)	(96)
Amortisation of capitalised contract cost	-	-	110	-	110
Accreted interest	123	-	-	51	174
Fair value gain on derivatives	-	-	(681)	-	(681)
Loss provision on trade receivables, other receivables and contract assets	521	(3)	-	20	538
Segment profit/(loss) before taxation	6,800	3,517	(4,303)	681	6,695
Income tax credit	(24)	-	(98)	-	(122)
Assets					
Investment in joint ventures	67	-	5,925	-	5,992
Investment in associates	1,195	-	281	-	1,476
Additions to property, plant and equipment	757	12	(40)	5	734
Segment assets	79,610	28,799	185,153	11,529	305,091
Segment liabilities					
	44,748	35,113	135,258	3,601	218,720

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Notes to the condensed interim consolidated financial statements

4.1 Reportable segments (cont'd)

	<u>Specialised</u> <u>Engineering</u> \$'000	<u>General</u> <u>Construction</u> \$'000	<u>Property</u> <u>Development</u> \$'000	<u>Green</u> <u>Technology</u> \$'000	<u>Total</u> \$'000
<u>1 July 2020 to 31 December 2020</u>					
Revenue					
External revenue	60,653	14,474	2,584	1,409	79,120
Inter-segment revenue	1,296	1,284	-	65	2,645
Total revenue	61,949	15,758	2,584	1,474	81,765
Results:					
Interest income	107	2	40	-	149
Interest expense	179	-	2,096	18	2,293
Depreciation of property, plant and equipment	590	56	6	303	955
Depreciation of right-of-use assets	607	-	-	-	607
Share of results of associates	(47)	-	(68)	-	(115)
Share of results of joint ventures	-	105	402	-	507
Other non-cash items:					
Allowance for inventories obsolescence	1	-	-	-	1
Impairment loss on properties held for sale	165	-	-	-	165
Amortisation of deferred income	-	-	-	(94)	(94)
Amortisation of capitalised contract cost	-	-	78	-	78
Accreted interest	51	-	-	53	104
Fair value gain on derivatives	-	-	(653)	-	(653)
Loss provision on trade receivables, other receivables and contract assets	4,984	17	-	56	5,057
Segment loss before taxation	(4,037)	(4,696)	(5,110)	(1,733)	(15,576)
Income tax expense/(credit)	324	-	(3,100)	-	(2,776)
Assets					
Investment in joint ventures	74	-	9,516	-	9,590
Investment in associates	891	-	184	-	1,075
Additions to property, plant and equipment	2,208	28	90	22	2,348
Segment assets	82,316	31,470	205,377	1,477	320,640
Segment liabilities					
	47,993	35,988	149,121	2,169	235,271

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Notes to the condensed interim consolidated financial statements

4.1 Reportable segments (cont'd)

	<u>Specialised Engineering</u> \$'000	<u>General Construction</u> \$'000	<u>Property Development</u> \$'000	<u>Green Technology</u> \$'000	<u>Total</u> \$'000
<u>1 January 2021 to 31 December 2021</u>					
Revenue					
External revenue	102,096	67,779	5,895	4,090	179,860
Inter-segment revenue	4,133	240	-	130	4,503
Total revenue	106,229	68,019	5,895	4,220	184,363
Results:					
Interest income	89	6	15	-	110
Interest expense	234	-	3,094	14	3,342
Depreciation of property, plant and equipment	1,286	26	15	635	1,962
Depreciation of right-of-use assets	1,145	-	-	-	1,145
Share of results of associates	304	-	97	-	401
Share of results of joint ventures	(6)	149	(3,590)	-	(3,447)
Other non-cash items:					
Allowance for inventories obsolescence	8	-	-	-	8
Amortisation of deferred income	-	-	-	(193)	(193)
Amortisation of capitalised contract cost	-	-	178	-	178
Accreted interest	200	-	-	102	302
Fair value gain on derivatives	-	-	(1,431)	-	(1,431)
Loss provision on trade receivables, other receivables and contract assets	1,255	(3)	-	20	1,272
Segment profit/(loss) before taxation	3,897	3,608	(5,042)	768	3,231
Income tax credit	(50)	-	(86)	-	(136)
Assets					
Investment in joint ventures	67	-	5,925	-	5,992
Investment in associates	1,195	-	281	-	1,476
Additions to property, plant and equipment	757	12	(40)	5	734
Segment assets	79,610	28,799	185,153	11,529	305,091
Segment liabilities					
	44,748	35,113	135,258	3,601	218,720

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4.1 Reportable segments (cont'd)

	<u>Specialised</u> <u>Engineering</u> \$'000	<u>General</u> <u>Construction</u> \$'000	<u>Property</u> <u>Development</u> \$'000	<u>Green</u> <u>Technology</u> \$'000	<u>Total</u> \$'000
<u>1 January 2020 to 31 December 2020</u>					
Revenue					
External revenue	90,455	22,375	2,584	6,087	121,501
Inter-segment revenue	3,747	2,732	-	142	6,621
Total revenue	94,202	25,107	2,584	6,229	128,122
Results:					
Interest income	157	16	159	-	332
Interest expense	354	-	3,377	52	3,783
Depreciation of property, plant and equipment	1,204	269	7	641	2,121
Depreciation of right-of-use assets	1,216	-	-	-	1,216
Share of results of associates	-	-	89	-	89
Share of results of joint ventures	-	189	(41)	-	148
Other non-cash items:					
Write back for inventories obsolescence	(27)	-	-	-	(27)
Impairment loss on properties held for sale	173	-	-	-	173
Amortisation of deferred income	-	-	-	(187)	(187)
Amortisation of capitalised contract cost	-	-	78	-	78
Accreted interest	51	-	-	105	156
Fair value loss on derivatives	-	-	225	-	225
Loss provision on trade receivables, other receivables and contract assets	5,147	17	-	56	5,220
Bad debt written off	-	-	-	-	-
Segment loss before taxation	(6,740)	(10,968)	(8,250)	(1,392)	(27,350)
Income tax expense/(credit)	261	-	(3,100)	-	(2,839)
Assets					
Investment in joint ventures	74	-	9,516	-	9,590
Investment in associates	891	-	184	-	1,075
Additions to property, plant and equipment	2,208	28	90	22	2,348
Segment assets	82,316	31,470	205,377	1,477	320,640
Segment liabilities	47,993	35,988	149,121	2,169	235,271

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4.1 Reportable segments (cont'd)

	6 months ended 31 December 2021 \$'000	6 months ended 31 December 2020 \$'000	12 months ended 31 December 2021 \$'000	12 months ended 31 December 2020 \$'000
Revenue				
Total revenue for reportable segments	104,415	81,765	184,363	128,122
Management fee from an associate	47	47	94	94
Elimination of intersegment revenue	(2,622)	(2,645)	(4,503)	(6,621)
	<u>101,840</u>	<u>79,167</u>	<u>179,954</u>	<u>121,595</u>
Profit/(loss) before tax				
Total profit/(loss) before taxation for reportable segments	6,695	(15,576)	3,231	(27,350)
Management fee from an associate	47	47	94	94
Unallocated amounts:				
Other corporate income	86	204	173	386
Other corporate expenses	(1,860)	(1,735)	(3,713)	(4,528)
	<u>4,968</u>	<u>(17,060)</u>	<u>(215)</u>	<u>(31,398)</u>

Reconciliations of reported segment assets and liabilities

	31-Dec-21 \$'000	31-Dec-20 \$'000
Assets		
Total assets for reportable segments	305,091	320,640
Other unallocated amounts	14,806	16,584
	<u>319,897</u>	<u>337,224</u>
Liabilities		
Total liabilities for reportable segments	218,720	235,271
Other unallocated amounts	11,303	11,947
	<u>230,023</u>	<u>247,218</u>

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4.2 Disaggregation of revenue

	<u>Specialised Engineering</u> \$'000	<u>General Construction</u> \$'000	<u>Property Development</u> \$'000	<u>Green Technology</u> \$'000	<u>Total</u> \$'000
<u>1 July 2021 to 31 December 2021</u>					
Types of goods or services:					
Revenue from contracts with customers	55,216	40,879	3,668	1,399	101,162
Solar leasing income	-	-	-	631	631
	<u>55,216</u>	<u>40,879</u>	<u>3,668</u>	<u>2,030</u>	<u>101,793</u>
Timing of transfer of goods or services					
At a point in time	324	-	-	86	410
Over time	54,892	40,879	3,668	1,944	101,383
	<u>55,216</u>	<u>40,879</u>	<u>3,668</u>	<u>2,030</u>	<u>101,793</u>
Geographical information:					
Singapore	29,016	40,879	3,668	2,030	75,593
Malaysia	22,729	-	-	-	22,729
Thailand	3,471	-	-	-	3,471
	<u>55,216</u>	<u>40,879</u>	<u>3,668</u>	<u>2,030</u>	<u>101,793</u>
	<u>Specialised Engineering</u> \$'000	<u>General Construction</u> \$'000	<u>Property Development</u> \$'000	<u>Green Technology</u> \$'000	<u>Total</u> \$'000
<u>1 July 2020 to 31 December 2020</u>					
Types of goods or services:					
Revenue from contracts with customers	60,653	14,474	2,584	863	78,574
Solar leasing income	-	-	-	546	546
	<u>60,653</u>	<u>14,474</u>	<u>2,584</u>	<u>1,409</u>	<u>79,120</u>
Timing of transfer of goods or services					
At a point in time	873	366	-	32	1,271
Over time	59,780	14,108	2,584	1,377	77,849
	<u>60,653</u>	<u>14,474</u>	<u>2,584</u>	<u>1,409</u>	<u>79,120</u>
Geographical information:					
Singapore	25,746	14,474	2,584	1,409	44,213
Malaysia	29,924	-	-	-	29,924
Thailand	4,983	-	-	-	4,983
	<u>60,653</u>	<u>14,474</u>	<u>2,584</u>	<u>1,409</u>	<u>79,120</u>

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4.2 Disaggregation of revenue

	<u>Specialised Engineering</u> \$'000	<u>General Construction</u> \$'000	<u>Property Development</u> \$'000	<u>Green Technology</u> \$'000	<u>Total</u> \$'000
<u>1 January 2021 to 31 December 2021</u>					
Types of goods or services:					
Revenue from contracts with customers	102,096	67,779	5,895	2,858	178,628
Solar leasing income	-	-	-	1,232	1,232
	<u>102,096</u>	<u>67,779</u>	<u>5,895</u>	<u>4,090</u>	<u>179,860</u>
Timing of transfer of goods or services					
At a point in time	589	-	-	142	731
Over time	101,507	67,779	5,895	3,948	179,129
	<u>102,096</u>	<u>67,779</u>	<u>5,895</u>	<u>4,090</u>	<u>179,860</u>
Geographical information:					
Singapore	55,658	67,779	5,895	4,090	133,422
Malaysia	36,624	-	-	-	36,624
Thailand	9,814	-	-	-	9,814
	<u>102,096</u>	<u>67,779</u>	<u>5,895</u>	<u>4,090</u>	<u>179,860</u>

	<u>Specialised Engineering</u> \$'000	<u>General Construction</u> \$'000	<u>Property Development</u> \$'000	<u>Green Technology</u> \$'000	<u>Total</u> \$'000
<u>1 January 2020 to 31 December 2020</u>					
Types of goods or services:					
Revenue from contracts with customers	90,455	22,375	2,584	4,836	120,250
Other revenue:					
Solar leasing income	-	-	-	1,251	1,251
	<u>90,455</u>	<u>22,375</u>	<u>2,584</u>	<u>6,087</u>	<u>121,501</u>
Timing of transfer of goods or services					
At a point in time	1,620	3,281	-	81	4,982
Over time	88,835	19,094	2,584	6,006	116,519
	<u>90,455</u>	<u>22,375</u>	<u>2,584</u>	<u>6,087</u>	<u>121,501</u>
Geographical information:					
Singapore	41,359	22,375	2,584	6,087	72,405
Malaysia	40,716	-	-	-	40,716
Thailand	8,380	-	-	-	8,380
	<u>90,455</u>	<u>22,375</u>	<u>2,584</u>	<u>6,087</u>	<u>121,501</u>

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4.2 Disaggregation of revenue (cont'd)

A breakdown of sales and operating profit/(loss):

	Group		
	Financial Year ended 31 December		
	2021	2020	Change
	S\$'000	S\$'000	%
(a) Sales reported for the first half year	78,114	42,428	84.1
(b) Operating loss after taxation before deducting non-controlling interest reported for the first half year	(5,169)	(14,275)	(63.8)
(c) Sales reported for the second half year	101,840	79,167	28.6
(d) Operating profit/(loss) after taxation before deducting non-controlling interest reported for the second half year	5,090	(14,284)	(135.6)

5. Financial assets and financial liabilities

	Group		Company	
	31-Dec-21	31-Dec-20	31-Dec-21	31-Dec-20
	\$'000	\$'000	\$'000	\$'000
Financial assets measured at amortised cost				
Contract receivables				
- External parties	11,642	38,642	-	-
- Related parties	-	-	-	-
Goods and services tax receivable	300	3,475	-	28
Total trade receivables	11,942	42,117	-	28
Less				
- Goods and services tax receivable	(300)	(3,475)	-	(28)
Add:				
- Loans to a joint venture	8,725	8,643	-	-
- Amounts due from subsidiaries	-	-	5,145	6,089
- Other receivables, excluding prepayments	5,464	6,302	120	142
- Pledged deposits	4,033	4,267	-	-
- Cash and cash equivalents	59,474	53,566	520	1,901
Total financial assets measured at amortised cost	89,338	111,420	5,785	8,132
Financial assets measured at fair value through profit or loss				
Investment securities	8	8	-	-

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5. Financial assets and financial liabilities (cont'd)

	Group		Company	
	31-Dec-21	31-Dec-20	31-Dec-21	31-Dec-20
	\$'000	\$'000	\$'000	\$'000
Financial liabilities measured at amortised cost				
Non-current:				
Retention payables	3,879	3,118	-	-
Current:				
Trade payables	46,143	39,165	53	7
Retention payables	4,409	3,767	-	-
Other payables	1,712	1,406	153	86
Goods and services tax payable	621	733	2	-
	<u>52,885</u>	<u>45,071</u>	<u>208</u>	<u>93</u>
Total trade and other payables	56,764	48,189	208	93
Less:				
Goods and services tax payable	(621)	(733)	(2)	-
Add:				
- Amounts due to subsidiaries	-	-	14,290	9,113
- Other liabilities excluding deferred grant income	5,627	11,920	755	964
- Lease liabilities	3,597	4,353	2,042	2,066
- Loans and borrowings	144,024	152,445	8,295	8,769
Total financial liabilities measured at amortised cost	<u>209,391</u>	<u>216,174</u>	<u>25,588</u>	<u>21,005</u>
Financial liabilities measured at fair value through profit or loss				
Derivatives	-	1,431	-	-

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Notes to the condensed interim consolidated financial statements

6. Profit/(loss) before taxation

6.1 Significant items

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

	Group					
	6 months	6 months	Change	12 months	12 months	Change
	ended 31	ended 31		ended 31	ended 31	
	December	December	December	December		
2021	2020	2021	2020			
	\$'000	\$'000	%	\$'000	\$'000	%
Depreciation of property, plant and equipment	1,166	1,141	2.2	2,336	3,200	(27.0)
Depreciation of right-of-use assets	563	633	(11.1)	1,197	1,490	(19.7)
Amortisation of deferred income	(96)	(94)	2.1	(193)	(187)	3.2
Amortisation of capitalised contract costs	110	78	41.0	178	78	128.2
Gain on disposal of property, plant and equipment	(33)	(830)	(96.0)	(63)	(881)	(92.8)
Allowance/(write back) for inventory obsolescence	-	1	(100.0)	8	(27)	N.M
Impairment loss/(write back) on properties held for sale	-	165	(100.0)	-	173	(100.0)
Loss provision on trade receivables, other receivables and contract assets	538	5,057	(89.4)	1,272	5,220	(75.6)
Interest expense	1,741	2,461	(29.3)	3,648	4,119	(11.4)
Accreted interest	173	104	66.3	301	156	92.9
Interest income	(54)	(215)	(74.9)	(110)	(398)	(72.4)
Rental income from premises	(445)	(159)	179.9	(787)	(330)	138.5
Foreign exchange loss/(gain)	194	261	(25.7)	473	246	92.3
Fair value (gain)/loss on derivatives	(681)	(653)	4.3	(1,431)	225	N.M
(Over)/under provision of current income tax in respect of prior years	(6)	-	N.M	(20)	11	N.M
Under/(over) provision of deferred income tax in respect of prior years	-	18	(100.0)	-	(56)	(100.0)

N.M - Not meaningful

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6.2 Related party transactions

In addition to the related party information disclosed elsewhere in the financial statements, the following significant transactions between the Group and related parties who are not members of the Group took place at terms agreed between the parties during the financial period:

	Group				
	6 months ended 31 December 2021 \$'000	6 months ended 31 December 2020 \$'000	12 months ended 31 December 2021 \$'000	12 months ended 31 December 2020 \$'000	
	From an associate:				
	Accounting services income	(33)	(33)	(67)	(67)
Recovery of license and other fees paid to a related party	(60)	(62)	(121)	(122)	
Management fees income	(47)	(47)	(94)	(94)	
From joint ventures:					
Construction revenue	-	49	-	(77)	
Accounting services income	(51)	(51)	(102)	(102)	
Interest income on loans	(42)	(39)	(81)	(114)	
License and other fees to a related party	244	240	483	480	
Purchases from a related party	468	251	736	374	
Management fee income from a related party	(61)	(62)	(124)	(119)	
Rental expense paid to a director of the Company	48	49	97	94	
Purchase of a property unit by a director of the Company	-	1,914	-	1,914	

7. Income tax credit

	Group				
	6 months ended 31 December 2021 \$'000	6 months ended 31 December 2020 \$'000	12 months ended 31 December 2021 \$'000	12 months ended 31 December 2020 \$'000	
	Consolidated statement of comprehensive income				
	Current income tax				
- Singapore	-	-	-	-	
- Foreign	220	324	220	324	
(Over)/under provision of income tax in respect of previous years	(6)	-	(20)	11	
	<u>214</u>	<u>324</u>	<u>200</u>	<u>335</u>	
Deferred income tax:					
Origination and reversal of temporary differences	(336)	(1,510)	(336)	(1,584)	
Under provision of deferred tax in respect of previous years	-	(56)	-	(56)	
Utilisation of previously unrecognised deferred tax assets	-	(1,534)	-	(1,534)	
	<u>(336)</u>	<u>(3,100)</u>	<u>(336)</u>	<u>(3,174)</u>	
Income tax credit recognised in profit or loss	<u>(122)</u>	<u>(2,776)</u>	<u>(136)</u>	<u>(2,839)</u>	

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8. Dividends

There was no payment of dividends during the financial period.

9. Earnings/(loss) per share

	Group				
	6 months ended 31 December 2021 Cents	6 months ended 31 December 2020 Cents	12 months ended 31 December 2021 Cents	12 months ended 31 December 2020 Cents	
	Earnings/(loss) per ordinary share of the Group attributable to equity holders				
	(a) Based on the weighted average number of ordinary shares in issue	1.90	(4.16)	0.50	(8.20)
(b) On a fully diluted basis (detailing any adjustment made to earnings)	1.90	(4.16)	0.50	(8.20)	
	Number of shares				
Weighted average number of shares during the financial period	322,388,218	322,388,218	322,388,218	322,388,218	

10. Net asset value

	Group		Company	
	31-Dec-21	31-Dec-20	31-Dec-21	31-Dec-20
Net asset value per ordinary share based on issued capital at the end of the period (cents)	29.92	29.44	17.27	17.30
Number of shares as at the end of period/year	322,388,218	322,388,218	322,388,218	322,388,218

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11. Property, plant and equipment

During the twelve months ended 31 December 2021, the Group acquired assets amounting to \$746,000 (31 December 2020: \$2,366,000) and disposed of assets with net book value of \$13,000 (31 December 2020: \$77,000).

12. Trade receivables

	Group		Company	
	31-Dec-21 \$'000	31-Dec-20 \$'000	31-Dec-21 \$'000	31-Dec-20 \$'000
Trade receivables	18,098	48,231	-	28
Less: Allowance for expected credit losses	(6,156)	(6,114)	-	-
	<u>11,942</u>	<u>42,117</u>	<u>-</u>	<u>28</u>

Trade receivables are non-interest bearing, unsecured and are generally on 30 to 90 days' terms. They are recognized at their original invoice amounts which represent their fair value on initial recognition.

Expected credit losses

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

	Group			
	Trade receivables		Contract assets	
	31-Dec-21 \$'000	31-Dec-20 \$'000	31-Dec-21 \$'000	31-Dec-20 \$'000
At beginning of period	6,114	2,854	5,940	3,980
Charge for the period	130	3,261	1,135	1,959
Amount written off	(39)	-	(76)	-
Exchange differences	(49)	(1)	(17)	1
At end of period	<u>6,156</u>	<u>6,114</u>	<u>6,982</u>	<u>5,940</u>

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13. Contract assets and contract liabilities

Information about receivables, contract assets and contract liabilities from contracts with customers is disclosed as follows:

	Group	
	31-Dec-21	31-Dec-20
	\$'000	\$'000
Receivables from contracts with customers	11,642	38,642
Contract assets from construction contracts		
<u>Current</u>		
Unbilled revenue	22,844	18,229
Retention receivables	4,485	7,108
Less: Provision for onerous contracts	(296)	(67)
	<u>27,033</u>	<u>25,270</u>
<u>Non-current</u>		
Retention receivables	15,612	7,645
	<u>42,645</u>	<u>32,915</u>
Contract assets from sale of development properties		
<u>Current</u>		
Capitalised fulfilment costs	91,199	88,846
Contract liabilities	(31,026)	(34,859)
	<u>60,173</u>	<u>53,987</u>
Total contract assets	<u>102,818</u>	<u>86,902</u>
Current	87,206	79,257
Non-current	15,612	7,645
Total contract assets	<u>102,818</u>	<u>86,902</u>
Contract liabilities from construction contracts		
Contract liabilities	16,139	19,852
Add: Provision for onerous contracts	808	4,049
Total contract liabilities	<u>16,947</u>	<u>23,901</u>

The movement in capitalised fulfilment costs is as follows:

	Group	
	31-Dec-21	31-Dec-20
	\$'000	\$'000
Balance at beginning of period	88,846	-
Additions	5,216	90,089
Amortisation	(2,863)	(1,243)
Balance at end of period	<u>91,199</u>	<u>88,846</u>

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13. Contract assets and contract liabilities (cont'd)

(i) Contract assets

Unbilled revenue primarily relates to the Group's right to consideration for work completed but not yet billed at reporting date for construction contracts. Contract assets are transferred to receivables when the rights become unconditional.

Retention receivables are non-interest bearing, unsecured and relate to construction contracts. Retention receivables are classified as current or non-current based on the contractual terms of the respective construction contracts.

The changes in contract assets are due to the differences between certified work completed and revenue recognised on the construction contracts and movement in allowance for expected credit losses.

Capitalised fulfilment costs relate to land and land related costs of sold units. These capitalised costs are amortised to profit or loss when the related revenue is recognised.

The changes in contract assets from the sale of development properties are due to the differences between progress billings and revenue recognised, transfers of land and land related costs within development properties to capitalised fulfilment costs upon sale of development properties and the amortisation of capitalised fulfilment costs to profit or loss.

(ii) Contract liabilities

Contract liabilities primarily relate to the Group's obligation to transfer goods or services to customers for which the Group has received advances from customers for construction contracts and sale of development properties. Contract liabilities are recognised as revenue as the Group performs under the contract.

Significant changes in provision for onerous contracts are explained as follows:

	Group	
	31-Dec-21	31-Dec-20
	\$'000	\$'000
Balance at beginning of period	4,116	2,400
Charge to profit or loss	(683)	10,169
Utilisation	(2,329)	(8,453)
Balance at end of period	<u>1,104</u>	<u>4,116</u>

Notes to the condensed interim consolidated financial statements

14. Capitalised contract costs

	Group	
	31-Dec-21	31-Dec-20
	\$'000	\$'000
Capitalised incremental costs of obtaining contract – commission costs paid to property agents		
Balance at beginning of period	5,557	-
Additions	305	5,635
Amortisation	(178)	(78)
Balance at end of period	5,684	5,557

15. Development properties

	Group	
	31-Dec-21	31-Dec-20
	\$'000	\$'000
Development costs	73,641	77,074

Assets pledged as security

The freehold land under development has been pledged as security for a bank loan (Note 16).

Capitalisation of borrowing costs

The interest on bank borrowings and loans from external shareholders capitalised in the current financial year amounted to \$Nil (2020: \$980,000). The rates used in 2020 to determine the amount of borrowing costs eligible for capitalisation ranged from 1.3% to 2.7% per annum. Interest ceases to be capitalised when the development properties are ready for their intended sale.

Details of the Group's development properties are as follows:

Description and location	Tenure	Site area (square metres)		Stage of development/ expected completion date	Proportion of ownership interest	
		31-Dec-21	31-Dec-20		31-Dec-21	31-Dec-20
					%	%
Proposed development of a 20-storey mixed development (The LINQ @ Beauty World) located at 118 Upper Bukit Timah Road	Freehold	4,251	4,251	Construction stage and expected to obtain TOP in FY2025	62	62

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16. Loans and borrowings

	Group		Company	
	31-Dec-21 \$'000	31-Dec-20 \$'000	31-Dec-21 \$'000	31-Dec-20 \$'000
Amount repayable within one year or on demand:				
Secured	4,773	4,330	541	462
Unsecured	-	-	-	-
	4,773	4,330	541	462
Amount repayable after one year:				
Secured	108,547	120,489	7,754	8,307
Unsecured	30,704	27,626	-	-
	139,251	148,115	7,754	8,307

The secured borrowings repayable within one year and after one year comprise mainly obligations under banker's acceptances, invoice financing and property loans. The borrowings are secured by charges over certain property, plant and equipment, development property and corporate guarantee provided by the Company.

The unsecured borrowings relate to loans from non-controlling interests obtained for property development purpose.

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17. Fair value of financial instruments

(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.

(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:

	31-Dec-21			Total
	\$'000			
Group	Fair value measurements at the end of the reporting period using			
	Quoted prices in active markets for identical instruments (Level 1)	Significant observable inputs other than quoted prices (Level 2)	Significant unobservable inputs (Level 3)	
Assets measured at fair value				
Financial assets:				
<u>Investment securities at fair value through profit or loss</u>				
<i>Quoted equity securities</i>	8	-	-	-
	8	-	-	-
Liabilities measured at fair value				
Financial liabilities:				
<u>Derivatives</u>				
<i>Interest rate swap</i>	-	-	-	-

Notes to the condensed interim consolidated financial statements

17. Fair values of financial instruments (cont'd)

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

Group	31-Dec-20			Total
	\$'000			
	Fair value measurements at the end of the reporting period using			
	Quoted prices in active markets for identical instruments (Level 1)	Significant observable inputs other than quoted prices (Level 2)	Significant unobservable inputs (Level 3)	
Assets measured at fair value				
Financial assets:				
<u>Investment securities at fair value</u>				
<u>through profit or loss</u>				
<i>Quoted equity securities</i>	8	-	-	8
	8	-	-	8
Liabilities measured at fair value				
Financial liabilities:				
<u>Derivatives</u>				
<i>Interest rate swap</i>	-	(1,431)	-	(1,431)

(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

Interest rate swap contracts are valued using a valuation technique with market observable inputs. The most frequently applied valuation techniques include swap models using present value calculations. The models incorporate various inputs including the credit quality of counterparties, interest rate curves and forward rate curves.

Notes to the condensed interim consolidated financial statements

17. Fair values of financial instruments (cont'd)

(d) **Level 3 fair value measurements**

The following table shows the information about fair value measurements using significant unobservable inputs (Level 3):

Description	Fair value \$'000	Valuation techniques	Unobservable inputs
31 December 2021 and 31 December 2020			
Recurring fair value measurements			
<u>At fair value through profit or loss</u>			
Unquoted equity securities	–	Income approach	Dividend yield: Nil %

(e) **Assets and liabilities not measured at fair value, for which fair value is disclosed**

Non-current trade payables (Note 5)

The carrying amounts of these financial liabilities are reasonable approximation of fair values estimated by discounting expected future cash flows, at the market rate of interest as at 31 December 2021 and 31 December 2020.

Current trade and other receivables and payables (Note 5), other liabilities, cash and bank balances and amounts due from/(to) subsidiaries

The carrying amounts of these financial assets and liabilities are reasonable approximation of fair values due to their short-term nature.

Non-current loans to a joint venture and loans and borrowings (Note 16)

The carrying amount of these financial instruments are reasonable approximation of their fair values as they are floating rate instruments that re-priced to market interest rates on or near the end of the reporting period.

BBR Holdings (S) Ltd and its subsidiaries
Condensed Interim Financial Statements

Notes to the condensed interim consolidated financial statements

18. Share capital

	Group and Company			
	31-Dec-21		31-Dec-20	
	No. of shares	\$'000	No. of shares	\$'000
Issued and fully paid ordinary shares :				
At beginning and end of period	324,710,418	49,082	324,710,418	49,082

The holders of ordinary shares (excluding 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.

There were no changes in the Company share capital since the end of the previous financial year.

The total number of issued shares excluding treasury shares as at 31 December 2021 was 322,388,218 (31 December 2020: 322,388,218). The total number of treasury shares held as at 31 December 2021 was 2,322,200 (31 December 2020: 2,322,200).

There were no outstanding convertibles issued by the Company and no subsidiary holdings as at 31 December 2021 and 31 December 2020.

19. Treasury shares

	Group and Company			
	31-Dec-21		31-Dec-20	
	No. of shares	\$'000	No. of shares	\$'000
At beginning and end of period	(2,322,200)	(566)	(2,322,200)	(566)

Treasury shares relate to ordinary shares of the Company that is held by the Company.

The Company did not acquire any treasury shares during the six months ended 31 December 2021 under the Share Buyback Mandate which was approved by the shareholders.

There were no sales, transfers, disposal, cancellation and/or use of treasury shares during the six months ended 31 December 2021 and 31 December 2020.

Notes to the condensed interim consolidated financial statements

20. Subsequent event

On 24 January 2022, a sale and purchase agreement was entered by Northernone Development Pte Ltd (“NODPL”), a 25.05% owned joint venture company of the Group, for the sale of the entire issued and paid-up share capital of Northern Retail Pte Ltd (“NRPL”) and assignment of the outstanding principal and all accrued interest under a shareholder’s loan extended to NRPL by NODPL (the “Proposed Disposal”). NRPL is 100% owned by NODPL and it owns and operates the Wisteria Mall (the “Property”). The purchase price of the Proposed Disposal is based on an agreed property value of the Property of \$205,000,000 (the “Agreed Property Value”) and the estimated net asset value of NRPL (not inclusive of the Agreed Property Value, bank facilities owing by NRPL to a financial institution and the shareholder’s loan which is to be assigned) as at the completion date of the Proposed Disposal.

Completion has taken place on 28 February 2022 and the purchase price which is subject to post-completion adjustments, is \$205,000,000. The estimated net asset value was zero following the utilisation of the cash in NRPL to partially pay off the bank facilities.

The net proceeds from the Proposed Disposal is approximately S\$41 million after full settlement of the bank facilities and after deducting the expenses relating to the Proposed Disposal, and the Group’s share of the net proceeds is approximately S\$10 million.

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Other Information Required by Listing Rule Appendix 7.2



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BBR Holdings (S) Ltd and its subsidiaries

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1. Review

The condensed consolidated statement of financial position of BBR Holdings (S) Ltd and its subsidiaries as at 31 December 2021 and the related condensed consolidated statement of 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

Income Statement Review – Six-Month Period Ended 31 December 2021 (“2H2021”) vs Six-Month Period Ended 31 December 2020 (“2H2020”)

Group revenue increased 28.6% from \$79.2 million to \$101.8 million with higher contribution from the General Construction, Green Technology and Property Development business segments offset by lower contribution from the Specialist Engineering business segment. The increase in revenue was mainly due to the low base for 2H2020 as the restart of construction activities was at a gradual and slow pace nearer the fourth quarter of 2020.

The Group’s Property Development business segment launched the sale of the residential units of The LINQ @ Beauty World (“The LINQ”) in November 2020. The LINQ is a 20-storey mixed development along Upper Bukit Timah Road (Please refer to Note 15 of the Notes to the Condensed Interim Financial Statements). 98.5% of the residential units were sold as at the end of the current financial year as the sale transaction for one of the residential units was aborted in 2H2021. This unit was subsequently sold in the first quarter of 2022. Using the Percentage of Completion (“POC”) basis, a revenue of \$3.7 million was recognised in 2H2021 as compared to \$2.6 million recognized in 2H2020.

The Group achieved an overall gross profit of \$16.6 million for 2H2021 as compared to a gross loss of \$2.2 million in 2H2020. Performance of all business segments have improved and gross profit margin was 16.3% for 2H2021.

In accordance with the financial reporting standards, certain property development costs are recognised as cost of sales progressively on a POC basis in line with revenue recognition, whilst some development costs are recognised as cost of sales immediately when incurred. The accounting treatment of property development costs resulted in a timing difference for the recognition of revenue versus certain cost of sales. A marginal gross profit was recognised in 2H2021 versus a gross loss of \$1.7 million recorded in 2H2020 for the Property Development segment. Additionally, some construction project losses previously recognised were reduced and reversed upon substantial completion of these projects

Other operating income increased marginally by 2.5% with higher rental income and a one-off income arising from forfeiture of deposit for one of the units of The LINQ after the buyer aborted the deal. This was partially offset by a decrease in gain on disposal of property, plant and equipment and income from sale of scrap materials.

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

Other income/expense comprised foreign exchange differences and fair value adjustment on derivatives amounting to a gain of \$0.5 million and \$0.4 million for 2H2021 and 2H2020 respectively. The fair value adjustment on derivatives arose from the interest rate swaps entered into by the Group to hedge against interest rate movements on a long term loan. The Group does not apply hedge accounting.

Administrative costs decreased by marginally by 1.8%.

Other operating costs decreased by \$6.7 million or 49.1%. The drop was mainly attributable to the show flat construction cost and sales launch expenses of the LINQ of approximately \$2.2 million incurred in 2H2020 which was non-recurring. In addition, loss provision on trade receivables and contract assets was reduced by \$4.5 million.

Finance costs decreased by \$0.7 million or 25.4% with partial repayment of a bank loan during the financial year and a lower average interest rate on bank borrowings.

Share of results of joint ventures was a loss of \$4.0 million in 2H2021. The loss mainly arose from our share of fair value adjustment of the investment property in a joint venture company.

Share of results of associates was a profit of \$0.2 million in 2H2021 as compared to a loss of \$0.1 million in 2H2020.

The Group had a profit attributable to equity holders of the Company of \$6.1 million for 2H2021 versus a loss of \$13.4 million incurred in 2H2020.

Income Statement Review – Financial Year Ended 31 December 2021 (“FY2021”) vs Financial Year Ended 31 December 2020 (“FY2020”)

The Group recorded revenue of \$180.0 million for FY2021 that represented an increase of 48.0% from \$121.6 million achieved for FY2020. The Group saw revenue growth from all the business segments except for the Green Technology business segment.

The Group’s construction activities had increased in the current financial year as compared to FY2020, during which, construction activities were affected by the circuit breaker and Covid-19 safety measures in place then to curb the Covid-19 pandemic.

As construction work of The LINQ progresses, the Group’s Property Development business segment recognised a revenue of \$5.9 million on a POC basis versus \$2.6 million in FY2020.

Gross profit margin improved and an average of 11.7% was achieved for FY2021.

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

Other operating income increased by \$0.2 million or 8.0% for the same reasons as explained above.

Other income/expense comprised foreign exchange differences and fair value adjustment on derivatives amounting to a gain of \$1.0 million for FY2021 and a loss of \$0.5 million for FY2020.

Administrative costs decreased by \$1.0 million or 22.5% mainly due to lower depreciation cost for the current financial year as some property, plant and equipment had been fully depreciated. In particular, the lease term of one of the Group's leasehold properties had expired in May 2020 and hence no depreciation was provided for this leasehold property since then.

Other operating costs decreased by \$8.4 million or 36.5%. The drop was partly attributable to the show flat construction costs and sales launch expenses of \$2.9 million incurred for The LINQ in FY2020 which was non-recurring. In addition, loss provision on trade receivables and contract assets had decreased by \$3.9 million.

Finance costs decreased by \$0.3 million or 7.6%.

Share of results of joint ventures amounted to a loss of \$3.4 million due to fair value adjustment of investment property as explained above.

Share of results of associates was a profit of \$0.4 million in FY2021 as compared to \$0.1 million in FY2020.

The Group had a profit attributable to equity holders of the Company of \$1.6 million for FY2021.

Statement of Financial Position and Cash Flow Review

Non-current contract assets increased from \$7.6 million to \$15.6 million as a result of an increase in retention receivables for ongoing projects.

Development properties decreased by \$3.4 million as the capitalised land and land related costs apportioned to the remaining unsold units as at the last financial year were reclassified to contract assets and amortised to cost of sales on a POC basis when they are sold in FY2021. The increase in current contract assets of \$7.9 million arose mainly from the property development sales contract.

Trade receivables decreased by \$30.2 million mainly due to collection subsequent to last financial year end, and in particular, receipts relating to The LINQ amounted to \$25.8 million. Other receivables also decreased as the grant receivable in respect of the Job Support Scheme was received after the last financial year end.

Current trade and other payables increased by \$7.8 million with the increase in construction activities. Other liabilities decreased by \$8.0 million as the accrued commission payable to property agents for the sale of The LINQ had been settled and deferred grant income recognised in respect of the Job Support Scheme was reversed upon recognition of the grant income.

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

Non-current borrowings decreased by \$8.9 million. Additional loans of \$5.0 million and \$3.1 million were obtained from a bank and non-controlling interests respectively for the Group's property development project. These were offset by a repayment of \$17.9 million, out of which \$15.0 million was repayment from the property development sales proceeds.

For the financial year ended 31 December 2021, the Group generated cash amounting to \$19.5 million from operations. This was mainly due to the collection of trade receivables relating to The LINQ during the current financial year.

Net cash of \$0.5 million was used in investing activities for the current financial year comprising mainly net cash outflow for purchase of property, plant and equipment, partially offset by sales proceeds from disposal of property, plant and equipment and distribution of profits from a joint venture.

Net cash used in financing activities amounted to \$9.4 million. This was mainly due to net repayment of \$17.7 million for both short and long term borrowings and lease liabilities, offset by additional loans of \$5.0 million and \$3.1 million obtained from a bank and the non-controlling interests respectively.

The Group's cash holding was \$59.5 million as at 31 December 2021, up by \$5.9 million from \$53.6 million as at the end of the last financial year.

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

There was no forecast or prospect statement on financial performance previously disclosed to shareholders. The actual results for the full financial year is in line with the commentary made in the half-year results announcement made on 13 August 2021.

4. 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 operating period and the next 12 months

On 3 January 2022, the Ministry of Trade and Industry (“MTI”) announced that the Singapore economy grew by 5.9 per cent on a year-on-year basis in the fourth quarter of 2021, moderating from the 7.1 per cent growth in the previous quarter. For the whole of 2021, the economy grew by 7.2 per cent, rebounding from the 5.4 per cent contraction in 2020.

The construction sector grew by 2.0 per cent on a year-on-year basis in the fourth quarter of 2021. However, in absolute terms, the value-added of the sector remained 26.0 per cent below its pre-pandemic level, as activity at construction worksites continued to be weighed down by labour shortages due to border restriction on the entry of migrant workers.

Construction industry will continue to face various challenges including competition, supply chain issues, labour shortage and increased cost of materials. The Group will continue to stay vigilant on managing its project costs and operating expenses. It will remain focus on its core businesses by leveraging on its track record in building construction and specialised engineering to secure more projects, both locally and in the region.

As at 31 December 2021, the Group has an order book of approximately \$187 million in respect of construction projects, predominantly in Singapore and Malaysia.

Reference:

Ministry of Trade and Industry Singapore Press Release “Singapore’s GDP Grew by 5.9 Per Cent in the Fourth Quarter of 2021 and by 7.2 Per Cent in 2021”, 3 January 2022

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5. Dividend information

- 5a. Current Financial Period Reported on
Any dividend recommended for the current financial period reported on? Yes

Name of dividend	First and final dividend
Dividend type	Cash
Dividend per share	0.3 cents per share
Tax rate	Tax exempt

The Board of Directors recommended a tax exempt one-tier first and final cash dividend of 0.3 cents per share in respect of the financial year ended 31 December 2021 for approval by shareholders at the forthcoming annual general meeting.

- 5b. Corresponding Period of the Immediate Preceding Financial Year
Any dividend declared for the corresponding period of the immediately preceding financial year? No
- 5c. Date Payable
Date payable for the proposed first and final dividend will be announced at a later date.
- 5d. Books Closure Date
Books closure date for the proposed first and final dividend will be announced at a later date.
- 5e. If no dividend has been declared/recommended, a statement to that effect.
Not applicable.

6. Interested person transactions

The Group has not obtained a general mandate from shareholders of the Company for Interested Person Transactions.

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

The Company has received undertaking from all its directors and executive officers in the format as set out in Appendix 7.7 under Rule 720(1) of the Listing Manual of the SGX-ST.

BBR Holdings (S) Ltd and its subsidiaries

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Other Information Required by Listing Rule Appendix 7.2

8. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments

The Group saw 48.0% increase in revenue from \$121.6 million to \$180.0 million in the current financial year. The main increase was from the General Construction business segment as the project awarded in September 2020 for the construction of educational buildings for Singapore Management University is in active stage of construction during FY2021.

Revenue from the Specialised Engineering business segment also improved with higher revenue generated from post-tensioning as well as piling and foundation works.

As construction work for The LINQ progresses, Property Development business segment recognised a revenue of \$5.9 million on a POC basis.

Revenue from Green Technology business segment decreased by approximately \$2 million as the projects engaged was relatively small-scale projects.

In terms of geographical segments, revenue in Singapore and Thailand increased by 84.3% and 17.1% respectively as construction activities increased with new projects awarded. Revenue in Malaysia decreased by 10.1% as some key projects were completed and finalised in FY2020.

9. Disclosure of persons occupying managerial positions who are related to a director, CEO or substantial shareholder

Pursuant to Rule 704(13) of the Listing Manual, the information is as follows:

Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
Mr Voon Chet Chie	36	Son of Mr Voon Yok Lin, a director and substantial shareholder of the Company	Appointed as Manager (Special Task) of BBR Construction Systems (M) Sdn Bhd on 1 January 2017 Appointed as the alternate director to Mr Voon Yok Lin in the Company on 21 June 2017	No change to the duties and position held during the financial year.

By Order of the Board

TAN KHENG HWEE ANDREW
Chief Executive Officer
28 February 2022