



Financial Statement for the financial year ended 31 December 2014

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.

	Financial year ended 31 December		
	2014 S\$'000	2013 S\$'000	Change %
<u>INCOME STATEMENT</u>			
Revenue	671,572	426,251	57.6
Cost of sales	(642,917)	(382,663)	68.0
Gross profit	28,655	43,588	(34.3)
Other operating income	9,299	2,971	213.0
Other income/(expense)	135	(181)	N.M.
Administrative costs	(9,151)	(7,207)	27.0
Other operating costs	(13,810)	(17,013)	(18.8)
Finance costs	(592)	(285)	107.7
Share of results of associates	269	5,083	(94.7)
Share of results of a joint venture	-	(4,000)	N.M.
Profit before taxation	14,805	22,956	(35.5)
Income tax expense	(3,006)	(928)	223.9
Profit for the year	11,799	22,028	(46.4)
Attributable to:			
Equity holders of the Company	11,230	21,839	(48.6)
Non-controlling interests	569	189	201.1
	11,799	22,028	(46.4)

N.M. - Not meaningful

STATEMENT OF COMPREHENSIVE INCOME

Profit for the year

Other comprehensive income:

Foreign currency translation differences

Other comprehensive income for the year

Total comprehensive income for the year**Total comprehensive income attributable to:**

Equity holders of the Company

Non-controlling interests

Financial year ended 31 December		
2014	2013	Change
S\$'000	S\$'000	%
11,799	22,028	(46.4)
(351)	(101)	247.5
(351)	(101)	247.5
11,448	21,927	(47.8)
10,927	21,775	(49.8)
521	152	242.8
11,448	21,927	(47.8)

NOTES TO INCOME STATEMENT

The following items have been included in arriving at profit after taxation:

Depreciation of property, plant and equipment

Foreign exchange (gain)/loss, net

Gain on disposal of property, plant and equipment

Gain on disposal of an associate

Interest expense

Interest income

(Write-back of allowance)/allowance for doubtful receivables, net

Allowance for inventories obsolescence

Impairment loss on property, plant and equipment

Bad debts written-off

Interest expense arising from the discount implicit in
non-current trade receivables

Share based compensation expense

Under/(over) provision for income tax in respect of previous years

6,368	4,761	33.8
(135)	181	N.M.
(2,980)	(86)	N.M.
(1,518)	-	N.M.
407	285	42.8
(188)	(261)	(28.0)
(1,280)	1,420	N.M.
156	-	N.M.
-	323	N.M.
-	3	N.M.
185	-	N.M.
209	299	(30.1)
139	(1,164)	N.M.

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-Dec-14	31-Dec-13	31-Dec-14	31-Dec-13
	S\$'000	S\$'000	S\$'000	S\$'000
Non-current assets				
Property, plant and equipment	25,222	28,152	7,264	8,576
Intangible assets	419	119	-	-
Investments in subsidiaries	-	-	68,549	53,695
Investments in associates	8,195	9,166	260	92
Deferred tax assets	1,085	1,318	-	-
Trade receivables	13,698	11,580	-	-
Loans to an associate	31,952	31,286	-	-
Current assets				
Amounts due from subsidiaries	-	-	18,805	18,685
Development properties	75,200	71,101	-	-
Gross amount due from customers for work-in-progress	31,890	42,882	-	-
Inventories	3,944	3,242	-	-
Trade receivables	75,706	84,771	-	-
Other receivables	4,741	3,633	122	610
Tax recoverable	-	1,388	-	27
Pledged deposits	6,638	3,552	-	-
Cash and cash equivalents	38,002	20,192	729	804
	236,121	230,761	19,656	20,126
Current liabilities				
Amounts due to subsidiaries	-	-	11,161	10,287
Gross amount due to customers for work-in-progress	35,171	25,274	-	-
Trade and other payables	88,653	82,776	165	89
Other liabilities	3,656	5,911	1,461	2,236
Loans and borrowings	33,139	50,868	1,640	1,640
Income tax payable	1,139	3,010	213	46
	161,758	167,839	14,640	14,298
Net current assets	74,363	62,922	5,016	5,828
Non-current liabilities				
Trade payables	10,923	9,494	-	-
Deferred tax liabilities	4,045	2,557	-	-
Loans and borrowings	3,035	5,010	1,640	3,280
	136,931	127,482	79,449	64,911
Equity attributable to equity holders of the Company				
Share capital	43,967	43,967	43,967	43,967
Treasury shares	(69)	(450)	(69)	(450)
Share plan reserve	-	172	-	172
Retained earnings	91,299	82,527	35,551	21,222
Foreign currency translation reserve	(880)	(577)	-	-
	134,317	125,639	79,449	64,911
Non-controlling interests	2,614	1,843	-	-
Total equity	136,931	127,482	79,449	64,911

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

Amount repayable in one year or less, or on demand

As at 31/12/2014		As at 31/12/2013	
Secured	Unsecured	Secured	Unsecured
S\$33,139,000	-	S\$50,868,000	-

Amount repayable after one year

As at 31/12/2014		As at 31/12/2013	
Secured	Unsecured	Secured	Unsecured
S\$3,035,000	-	S\$5,010,000	-

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 the property held for sale at Bliss@Kovan, Singapore, leasehold land and building, plant and equipment, motor vehicles and fixed deposits from subsidiaries.

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

	Financial year ended	
	31 December	
	2014	2013
	S\$'000	S\$'000
Cash flows from operating activities		
Profit before taxation	14,805	22,956
Adjustments for:		
Depreciation of property, plant and equipment	6,368	4,761
(Write-back of allowance)/allowance for doubtful receivables, net	(1,280)	1,420
Allowance for inventories obsolescence	156	-
Interest income	(188)	(261)
Interest expense	407	285
Gain on disposal of property, plant and equipment	(2,980)	(86)
Gain on disposal of an associate	(1,518)	-
Share of results of associates	(269)	(5,083)
Share of results of a joint venture	-	4,000
Bad debts written-off	-	3
Impairment loss on property, plant and equipment	-	323
Interest expense arising from the discount implicit in non-current trade receivables	185	-
Share based compensation expense	209	299
Net effect of exchange rate changes in consolidating subsidiaries	(441)	76
Operating profit before working capital changes	15,454	28,693
Increase in development properties	(3,463)	(8,292)
Decrease/(increase) in amount due from customers for work-in-progress, net	20,890	(2,479)
Decrease/(increase) in trade receivables	8,360	(37,547)
Increase in other receivables	(1,083)	(896)
Increase in inventories	(818)	(989)
Increase in trade and other payables	7,110	32,852
(Decrease)/increase in other liabilities	(2,278)	1,745
Cash from operations	44,172	13,087
Interest paid	(1,043)	(1,134)
Interest received	188	261
Income tax paid	(1,770)	(2,729)
Net cash from operating activities	41,547	9,485
Cash flows from investing activities		
Proceeds from disposal of property, plant and equipment	4,300	413
Proceeds from disposal of an associate	2,380	-
Purchase of property, plant and equipment (Note A)	(3,081)	(10,206)
Net cash outflow on acquisition of a subsidiary (Note B)	(50)	-
Investment in an associate	(218)	(350)
Dividends received from an associate	-	15,120
Net cash from investing activities	3,331	4,977
Cash flows from financing activities		
Loans to an associate	(3,220)	(33,676)
Repayment of loans from an associate	3,150	-
Dividends paid on ordinary shares	(2,458)	(3,684)
Purchase of treasury shares	-	(296)
(Repayment of)/proceeds from bank borrowings, net	(1,390)	2,146
Proceeds from long term borrowings	-	4,920
Repayment of long term borrowings	(18,140)	(8,000)
Repayment of finance leases	(1,950)	(3,332)
Increase in pledged deposits	(3,038)	(162)
Net cash used in financing activities	(27,046)	(42,084)
Net increase/(decrease) in cash & cash equivalents	17,832	(27,622)
Net effect of exchange rate changes on cash and cash equivalents	(22)	(21)
Cash and cash equivalents at beginning of the year	20,192	47,835
Cash and cash equivalents at end of the year	38,002	20,192

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

Comprising:

Cash and bank balances

Fixed deposits

Less: Pledged fixed deposits

Financial year ended 31 December	
2014	2013
S\$'000	S\$'000
26,170	11,795
18,470	11,949
44,640	23,744
(6,638)	(3,552)
38,002	20,192

Note A

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

Total cost of property, plant and equipment acquired

Less: Acquisition costs satisfied by finance lease arrangements

Cash payments

Financial year ended 31 December	
2014	2013
S\$'000	S\$'000
4,781	10,834
(1,700)	(628)
3,081	10,206

Note B

Net cash outflow on acquisition of a subsidiary

The fair values of the identifiable assets and liabilities of a subsidiary as at the date of acquisition were as follows:

	S\$'000
Other receivables	19
Cash and cash equivalents	1,000
Less: Trade payables	(4)
Other liabilities	(15)
Net identifiable assets	<u>1,000</u>
Non-controlling interests	(250)
Goodwill on consolidation	300
Total purchase consideration settled in cash	<u>1,050</u>
Less: Cash and cash equivalents of subsidiary acquired	<u>(1,000)</u>
Net cash outflow on acquisition	<u>50</u>

As at 9 September 2014, the fair values of the assets and liabilities arising from the acquisition of Moderna Homes Pte. Ltd. have been determined on a provisional basis. The fair values of the assets and liabilities have subsequently been finalized. There is no adjustment arising from the finalization of such provisional purchase price allocation.

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.

Group

	Attributable to equity holders of the Company						Total equity S\$'000
	Share capital S\$'000	Treasury shares S\$'000	Retained earnings S\$'000	Foreign currency translation reserve S\$'000	Share plan reserve S\$'000	Non-controlling interests S\$'000	
Balance at 1 January 2014	43,967	(450)	82,527	(577)	172	1,843	127,482
Treasury shares reissued pursuant to employee share plan	-	381	-	-	(381)	-	-
Acquisition of a subsidiary	-	-	-	-	-	250	250
Total comprehensive income for the year	-	-	11,230	(303)	-	521	11,448
Share based compensation expense	-	-	-	-	209	-	209
Dividends paid on ordinary shares	-	-	(2,458)	-	-	-	(2,458)
Balance at 31 December 2014	43,967	(69)	91,299	(880)	-	2,614	136,931
Balance at 1 January 2013	43,967	(416)	64,372	(513)	135	1,691	109,236
Purchase of treasury shares	-	(296)	-	-	-	-	(296)
Treasury shares reissued pursuant to employee share plan	-	262	-	-	(262)	-	-
Total comprehensive income for the year	-	-	21,839	(64)	-	152	21,927
Share based compensation expense	-	-	-	-	299	-	299
Dividends paid on ordinary shares	-	-	(3,684)	-	-	-	(3,684)
Balance at 31 December 2013	43,967	(450)	82,527	(577)	172	1,843	127,482

Company

	Attributable to equity holders of the Company				
	Share capital S\$'000	Treasury shares S\$'000	Share plan reserve S\$'000	Retained earnings S\$'000	Total equity S\$'000
Balance at 1 January 2014	43,967	(450)	172	21,222	64,911
Treasury shares reissued pursuant to employee share plan	-	381	(381)	-	-
Total comprehensive income for the year	-	-	-	16,787	16,787
Share based compensation expense	-	-	209	-	209
Dividends paid on ordinary shares	-	-	-	(2,458)	(2,458)
Balance at 31 December 2014	43,967	(69)	-	35,551	79,449
Balance at 1 January 2013	43,967	(416)	135	18,924	62,610
Purchase of treasury shares	-	(296)	-	-	(296)
Treasury shares reissued pursuant to employee share plan	-	262	(262)	-	-
Total comprehensive income for the year	-	-	-	5,982	5,982
Share based compensation expense	-	-	299	-	299
Dividends paid on ordinary shares	-	-	-	(3,684)	(3,684)
Balance at 31 December 2013	43,967	(450)	172	21,222	64,911

- 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 December 2014, the issued share capital of the Company was \$43,967,199 (2013: \$43,967,199) comprising 307,999,418 (2013: 306,589,418) ordinary shares and 211,000 (2013: 1,621,000) treasury shares.

Treasury shares

During the year, the Company acquired Nil (2013: 1,089,000) ordinary shares of the Company by way of market purchases on the Singapore Exchange and held as treasury shares.

	<u>No. of shares</u>	<u>S\$'000</u>
At 1 January 2014	1,621,000	450
Less: Performance shares vested in 2014	(1,410,000)	(381)
At 31 December 2014	<u>211,000</u>	<u>69</u>

Employee performance share plan

As at 31 December 2014, there were Nil (31 December 2013: 1,410,000) performance shares granted and outstanding (being contingent award) to eligible employees and directors under the BBR Share Plan.

	<u>No. of performance shares</u>
At 1 January 2014	1,410,000
Less: Performance shares vested in 2014	(1,410,000)
At 31 December 2014	<u>-</u>

- 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 December 2014 was 307,999,418 (31 December 2013: 306,589,418). The total number of treasury shares held as at 31 December 2014 was 211,000 (31 December 2013: 1,621,000).

- 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.**

Movement of treasury shares during the year is as follows:

	<u>No. of shares</u>
At 1 January 2014	1,621,000
Less: Performance shares vested in 2014	(1,410,000)
At 31 December 2014	<u>211,000</u>

- 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 2013 except that the Group has adopted all the new and revised standards and interpretations of FRS ("INT FRS") that are effective for annual periods beginning on or after 1 January 2014.

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.

The adoption of the standards and interpretations highlighted in paragraph 4 above did not have any effect on the financial performance or position of the Group presented in this announcement.

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.

	Note	Financial year ended 31 Dec	
		2014 Cents	2013 Cents
Earnings per ordinary share of the Group attributable to shareholders			
(a) Based on the weighted average number of ordinary shares in issue	(1)	3.66	7.13
(b) On a fully diluted basis (detailing any adjustment made to earnings)	(2)	3.66	7.10

Note

(1) Weighted average number of shares of 307,122,514 (2013: 306,351,692) takes into account the weighted average effect of changes in treasury shares transactions during the period.

(2)

	Financial year ended 31 Dec	
	2014	2013
Weighted average number of ordinary shares for basic earnings per share computation	307,122,514	306,351,692
Effect of dilution – performance shares	-	1,410,000
Weighted average number of ordinary shares for diluted earnings per share computation	307,122,514	307,761,692

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

	Group		Company	
	31.12.14 Cents	31.12.13 Cents	31.12.14 Cents	31.12.13 Cents
Net asset value per ordinary share based on issued capital at the end of the year	43.61	40.98	25.80	21.17

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.**

Income Statement Review – Financial year ended 31 December 2014 ('FY14') vs financial year ended 31 December 2013 ('FY13')

Group revenue increased by 57.6% to \$671.6 million for FY14 from \$426.3 million for FY13 and net profit attributable to equity holders of the Company decreased to \$11.2 million in the current year from \$21.8 million in FY13.

The increase in revenue for FY14 was attributable to higher revenue across general construction, specialised engineering and property development segments, with general construction being the largest contributor (please refer to paragraph 13). Many general construction projects were in their active stage of construction in FY14 and construction activity at development property, Bliss @Kovan has also increased in the current year. Moreover, the volume of specialised projects carried out in Malaysia for FY14 has more than doubled from FY13 to \$100.6 million.

Gross profit for FY14 decreased to \$28.7 million from \$43.6 million in FY13, largely weighed down by losses incurred by certain general construction projects and partially offset by higher profit contribution by the property development segment. A few general construction projects sustained losses from cost overruns for some key construction materials, work performance issues by subcontractors and higher manpower costs due to labour shortages, as well as to expedite project completion. Conversely, construction progress at development property, Bliss @Kovan has improved in FY14 over FY13, which contributed to higher profits in the current year. Overall Group's gross margin stood at 4.3% in FY14 compared to 10.2% a year ago, the decline due mainly to project losses recognised by the general construction segment.

Other operating income rose to \$9.3 million in FY14 from \$3.0 million in the previous corresponding year, largely from recognition of gains for disposal of a leasehold property at 18 Sungei Kadut and investment in associated company FOSTA Pte Ltd, and administrative fees from the training and testing centres.

The Group recorded other income from foreign exchange gain of \$0.1 million in FY14 compared to a loss of \$0.2 million in FY13, due mainly to exchange differences from SGD denominated borrowings by its Thailand subsidiary.

Administrative costs increased to \$9.2 million in FY14 from \$7.2 million in FY13 largely due to depreciation expense for the Group's storage cum engineering facility at 58 Sungei Kadut (the "Facility") acquired in December 2013 and new machinery and vehicles in Malaysia. Other operating cost decreased to \$13.8 million in FY14 from \$17.0 million in FY13 due mainly to lower remuneration and employee related expenses, and higher write back of allowance for doubtful receivables in the current year. The decrease was partially offset by higher store rental expense and maintenance costs for a growing fleet of in-house machinery and vehicles in Malaysia.

Finance costs increased to \$0.6 million in FY14 from \$0.3 million in FY13 because of interest expense for term loan to finance the purchase of the Facility and finance lease arrangements for additional machinery and vehicles purchased by the Malaysia subsidiary, and interest expense arising from the discount implicit in non-current trade receivables.

The Group's share of associates' profits for FY14 decreased to \$0.3 million from \$5.1 million a year ago. This was mainly attributable to its 48% share of profits in Tennessee Pte Ltd for the sale of 5 units of development property at 8 Nassim Hill in FY13 compared to the sale of one remaining unit at this development in FY14.

In FY13, the Group recorded a \$4.0 million loss for its share of results of a joint venture. Subsequent to an agreement signed between the joint venture partners to reduce BBR's equity interest, there was no further financial impact from this joint venture.

Income tax expenses increased to \$3.0 million in FY14 from \$0.9 million in FY13, mainly attributable to reversal of deferred tax assets arising from unutilised tax losses and recognition of deferred tax liabilities on profit recognised for its development property Bliss @Kovan.

Statement of Financial Position Review

The Group's property, plant and equipment decreased to \$25.2 million as at 31 December 2014 from \$28.2 million as at 31 December 2013 mainly due to disposal of a leasehold property at 18 Sungei Kadut and current year depreciation charges, and partially offset by acquisition of machinery and vehicles by its subsidiary in Malaysia.

The value of intangible assets increased to \$0.4 million as at 31 December 2014 from \$0.1 million as at 31 December 2013 due to goodwill recorded for subscription of new shares for cash in Moderna Homes Pte Ltd, which became a 75% subsidiary of the Group.

Investments in associates decreased to \$8.2 million as at 31 December 2014 from \$9.2 million as at 31 December 2013, because the Group had disposed of its entire 25% interest in an associated company, FOSTA Pte Ltd in FY14.

The Group's deferred tax assets decreased to \$1.1 million as at 31 December 2014 from \$1.3 million a year ago due mainly to reversal of deferred tax assets in a subsidiary.

As at 31 December 2014, non-current loans to an associate, Lakehomes Pte Ltd, increased marginally to \$32.0 million from \$31.3 million as at 31 December 2013 to finance progressive construction costs of executive condominiums at Yuan Ching/Tao Ching Road.

Development property increased to \$75.2 million as at 31 December 2014 compared with \$71.1 million as at 31 December 2013, due mainly to higher construction costs and progressive profits recognised at Bliss @Kovan and partially offset by progress claims for sold units.

Gross amount due from customers for work-in-progress (which represents costs and profits in excess of billings) decreased to \$31.9 million as at 31 December 2014 from \$42.9 million a year ago mainly due to the transfer of work-in-progress items to the income statement upon the completion of certain major general construction projects.

The group's inventories rose to \$3.9 million as at 31 December 2014 from \$3.2 million as at 31 December 2013 to meet the demands of a growing order book for specialised projects in Malaysia. Total current and non-current trade receivables decreased to \$89.4 million as at 31 December 2014 from \$96.4 million as at 31 December 2013, upon completion of a few general construction projects in the last quarter of 2014 vis-à-vis projects in their active stage of construction as at 31 December 2013.

Other receivables rose to \$4.7 million as at 31 December 2014 from \$3.6 million as at 31 December 2013 due mainly to deposits paid for acquisition of a storage yard and new accounting software by a Malaysia subsidiary. Tax recoverable as at 31 December 2014 was nil after corporate taxes of \$1.4 million were recovered from the tax authorities provided as at 31 December 2013.

Cash and cash equivalents, and pledged deposits, increased to \$44.6 million as at 31 December 2014 from \$23.7 million as at 31 December 2013, mainly attributable to cash received from operations, proceeds from disposal of leasehold property and an associate, and partially offset by term loan repayments in FY14.

Current and non-current trade and other payables as at 31 December 2014 increased to \$99.6 million from \$92.3 million as at 31 December 2013, due mainly to major projects in Malaysia which are in their active stage of construction. Amount due to customers for work-in-progress (which represents billings in excess of costs and profits) rose to \$35.2 million as at 31 December 2014 from \$25.3 million as at 31 December 2013, mainly derived from billings to customers for preliminaries in excess of costs incurred for certain new projects in Malaysia and general construction projects in Singapore.

Other liabilities decreased to \$3.7 million as at 31 December 2014 compared with \$5.9 million as at 31 December 2013, attributable to lower cost provisions for 2014.

Income tax payable decreased to \$1.1 million as at 31 December 2014 from \$3.0 million as at 31 December 2013 after taxes were paid in FY14 against provisions made. Deferred tax liability rose to \$4.0 million as at 31 December 2014 from \$2.6 million a year ago due to further tax provision for profits recorded by BBR Kovan Pte Ltd. Tax payments will be due for its development property Bliss @Kovan after it has attained Temporary Occupation Permit in 2015.

Total bank loans and borrowings decreased by \$19.7 million to \$36.2 million as at 31 December 2014 from \$55.9 million as at 31 December 2013, mainly due to term loan repayments for Bliss @Kovan and Facility at 58 Sungei Kadut, Singapore.

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

The results reported herein are in line with our previous announcement.

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 2 January 2015, the Ministry of Trade and Industry announced that based on advance estimates, the Singapore economy grew by 1.5 per cent on a year-on-year basis in the fourth quarter of 2014, compared to 2.8 per cent in the previous quarter. On a quarter-on-quarter seasonally-adjusted annualised basis, the economy expanded by 1.6 per cent, slower than the 3.1 per cent expansion in the previous quarter. The construction sector grew by 0.8 per cent on a year-on-year basis, moderating from the 1.3 per cent growth in the previous quarter. Growth was supported mainly by public sector construction activities. On a quarter-on-quarter basis, the sector expanded at an annualised rate of 8.0 per cent, an improvement from the 0.1 per cent expansion in the previous quarter.

The industry outlook remains challenging in the next 12 months with increasing competition and an expected increase in labour cost due to higher foreign worker levies and a short supply of foreign workers. The Group will continue to focus on its core business by leveraging on its strong track record in building construction and civil engineering to secure more projects as well as enhance its 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.

Specialised Engineering

The Group will focus more on the development of its Specialised Engineering segment, which typically enjoys better profit margins. This segment includes BBR's latest investment in Prefabricated Prefinished Volumetric construction ("PPVC"). In FY14, the Group has secured a project to construct green Halls of Residence at Nanyang Technological University using PPVC. Further in January 2015, BBR, together with several joint venture partners has successfully tendered for a mixed development project in Yishun Ave 4, which will also require the adoption of PPVC. As part of the government's initiative to use labour-efficient construction methods and building design to improve construction productivity, PPVC and Prefabricated Bathroom Units are required to be adopted for at least 65% of the constructed floor area and bathroom units for the residential units of this development project. This requirement brings synergy to the Group as one of its subsidiaries, Moderna Homes Pte. Ltd., is an approved supplier for PPVC. For further details, please refer to the Group's announcement on 2 February 2015.

Green Technology

The Group has secured a number of local projects for the installation of solar photovoltaic system for the private and public sectors under its new Green Technology business segment in FY14. These projects are currently in the construction stage and leasing revenue from electricity generated by the solar panels is expected to commence in the last quarter of 2015. This segment was set up to carry out system integration and distribution of renewable energy, which reflects the Group's responsiveness to harness the market potential of green sustainability in the built environment as its new growth engine. The Group will continue to bid for projects to supply, install and lease solar panels and grid connected systems, as well as implement green technology as part of its total solutions package to customers, amid the rising demand for more green buildings.

As at the date of this announcement, the Group has an order book of approximately \$631 million in respect of construction projects, predominantly in Singapore and Malaysia.

11. Dividend

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

(b) (i) Amount per share

The Board of Directors recommends a first and final (tax-exempt one-tier) dividend of 0.8 cents per share for approval by shareholders at the forthcoming annual general meeting to be convened

(ii) Previous corresponding period

a. First & final dividend – 0.8 cents per share

(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)

The proposed first and final dividends are tax exempt.

(d) The date the dividend is payable

The proposed first and final dividends will be paid on 21 May 2015 if approved at the Annual General Meeting to be held on 24 April 2015.

(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

Registrable transfers received by the Company's share registrar, Boardroom Corporate and Advisory Services Pte Ltd, at 50 Raffles Place, Singapore Land Tower, #32-01, Singapore 048623, up to 5.00 pm on 5 May 2015, will be registered before entitlement to the dividend are determined.

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

Not applicable

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

(This part is not applicable to Q1, Q2, Q3 or Half Year Results)

13. **Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year**

(a) Business segments

The Group has 4 primary business segments that are organised and managed separately: specialised engineering, general construction, property development and green technology.

Specialised engineering

This segment is in the business of post-tensioning, laying stay cable systems for structural engineering applications, bored piling and foundation systems, heavy lifting, bridge design and construction, maintenance, repair and retrofitting. A new specialised engineering activity, Prefabricated, prefinished volumetric construction system has been added to this segment in 2014.

General construction

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

Property development

This segment is in the business of property development, focusing on developing residential properties.

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.

Analysis

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.

<u>Business segment</u>	<u>Specialised Engineering</u> \$'000	<u>General Construction</u> \$'000	<u>Property Development</u> \$'000	<u>Green Technology</u>	<u>Total</u> \$'000
2014					
External revenue	134,626	458,326	78,592	-	671,544
Inter-segment revenue	328	36,907	-	-	37,235
Interest income	145	37	6	-	188
Interest expense	292	38	-	-	330
Depreciation of property, plant and equipment	3,883	1,085	6	-	4,974
Share of results of associates	148	-	127	(6)	269
Other non-cash items:					
Allowance for inventories obsolescence	156	-	-	-	156
Interest expense arising from the discount implicit in non-current trade receivables	185	-	-	-	185
Write-back of allowance for doubtful receivables	(1,280)	-	-	-	(1,280)
Share based compensation expense	56	94	7	-	157
Segment profit/(loss) before tax	11,332	(5,828)	10,019	(275)	15,248
Income tax expense	658	410	1,741	-	2,809
Assets					
Investment in associates	567	-	7,584	44	8,195
Additions to property, plant and equipment	3,565	303	8	824	4,700
Segment assets	73,691	111,749	121,729	1,409	308,578
Segment liabilities	45,613	98,176	30,752	100	174,641
2013					
External revenue	111,971	273,055	41,197	-	426,223
Inter-segment revenue	37,058	13,170	-	-	50,228
Interest income	117	44	87	-	248
Interest expense	231	36	15	-	282
Depreciation of property, plant and equipment	3,578	977	6	-	4,561
Share of results of associates	261	-	4,822	-	5,083
Share of results of a joint venture	-	(4,000)	-	-	(4,000)
Other non-cash items:					
Allowance/(write-back of allowance) for doubtful receivables, net	1,713	(293)	-	-	1,420
Impairment loss on property, plant and equipment	323	-	-	-	323
Share based compensation expense	85	124	12	-	221
Segment profit before tax	8,487	5,308	10,500	-	24,295
Income tax expense/(credit)	373	(107)	618	-	884
Assets					
Investment in associates	1,113	-	8,053	-	9,166
Additions to property, plant and equipment	1,745	636	8	-	2,389
Segment assets	64,715	120,552	117,098	-	302,365
Segment liabilities	41,306	88,519	47,784	-	177,609

Reconciliations

	<u>2014</u>	<u>2013</u>
	\$'000	\$'000
Revenue		
Total revenue for reportable segments	708,779	476,451
Management fee from an associate	28	28
Elimination of intersegment revenue	(37,235)	(50,228)
	<u>671,572</u>	<u>426,251</u>
Profit before tax		
Total profit before tax for reportable segments	15,248	24,295
Management fee from an associate	28	28
Unallocated amounts:		
Other corporate income	5,458	3,022
Other corporate expenses	(5,929)	(4,389)
	<u>14,805</u>	<u>22,956</u>
Assets		
Total assets for reportable segments	308,578	302,365
Other unallocated amounts	8,114	10,017
	<u>316,692</u>	<u>312,382</u>
Liabilities		
Total liabilities for reportable segments	174,641	177,609
Other unallocated amounts	5,120	7,291
	<u>179,761</u>	<u>184,900</u>

Other material items	<u>2014</u>			<u>2013</u>		
	<u>Reportable</u>		<u>Entity totals</u>	<u>Reportable</u>		<u>Entity totals</u>
	segment totals	Adjustments	\$'000	segment totals	Adjustments	\$'000
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Interest income	188	-	188	248	13	261
Interest expense	330	77	407	282	3	285
Allowance for inventories obsolescence	156	-	156	-	-	-
Interest expense arising from the discount implicit in non-current trade receivables	185	-	185	-	-	-
Depreciation of property, plant and equipment	4,974	1,394	6,368	4,561	200	4,761
(Write-back of allowance)/ allowance for doubtful receivables, net	(1,280)	-	(1,280)	1,420	-	1,420
Share based compensation expense	157	52	209	221	78	299
Income tax expense	2,809	197	3,006	884	44	928
Additions to property, plant and equipment	4,700	81	4,781	2,389	8,445	10,834

(b) Geographical segments

The Group's geographical segments are based on the location of the Group's non-current assets. Segment revenue is analysed based on the location of assets producing the revenues.

	<u>Revenue</u>		<u>Non-current assets</u>	
	2014 \$'000	2013 \$'000	2014 \$'000	2013 \$'000
<u>Countries</u>				
Singapore	570,999	381,843	72,023	76,379
Malaysia	100,573	44,408	8,182	5,113
Others	-	-	366	129
	<u>671,572</u>	<u>426,251</u>	<u>80,571</u>	<u>81,621</u>

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

Please refer to Paragraph 8 above.

15. A breakdown of sales

GROUP	<u>Year ended 31 December</u>		Increase/
	2014 S\$'000	2013 S\$'000	(Decrease) %
(a) Sales reported for the first half year	334,387	182,509	83.2
(b) Operating profit after tax before deducting non-controlling interest reported for the first half year	10,436	5,016	108.1
(c) Sales reported for the second half year	337,185	243,742	38.3
(d) Operating profit after tax before deducting non-controlling interest reported for the second half year	1,363	17,012	(92.0)

16. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year

	Latest Full Year 2014 S\$'000	Previous Full Year 2013 S\$'000
Ordinary	2,464	2,453
Preference	-	-
Total:	<u>2,464</u>	<u>2,453</u>

17. If the Group has obtained a general mandate from shareholders for 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).

Name of interested person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920) S\$'000	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000) S\$'000
<u>Licence Fee</u> BBR VT International Ltd (A related corporation of BBR Holding Ltd., Switzerland, a controlling shareholder of the Company)	157	Nil

18. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(13).

Pursuant to Rule 704 of the Listing Manual of the Singapore Exchange Securities Trading Limited, the Company confirms that there is no person occupying a managerial position in the Company who is related to the director, chief executive officer or substantial shareholder of the Company.

BY ORDER OF THE BOARD

Tan Kheng Hwee, Andrew
Executive Director

16 February 2015