



HOLDINGS (S) LTD

Registration No.: 199304349M

RESPONSE TO SGX QUERIES

The Board of Directors of BBR Holdings (S) Ltd (the “Company” and together with its subsidiaries, the “Group”) wishes to provide further information to the Response to SGX Queries announced earlier today in respect of SGT-ST’s Query 2. The text inserted is underlined for easy reference.

SGX-ST’s Query 2:

We noted that the Group disclosed that the significant increase in “Other operating costs” by 16.8% to S\$22,013k was mainly due to an increase in impairment loss on trade receivables and contract assets of S\$5.0 million. It was noted that this was mainly due to one of the Group’s debtors who has defaulted in meeting contractual payment terms. Please disclose what contract this relates to, how significant this contract is to the Group, what is the percentage of completion as at year end and what would be the total financial impact to the Company should the debtor be unable to repay its debts. Please also disclose whether the Company’s substantial shareholders, directors or key management have any interests in the debtor.

Company’s Response:

The impairment loss is in relation to a contract for design, fabrication and installation of Prefabricated Prefinished Volumetric Construction (“PPVC”) modular system with contract sum of S\$55.6 million. The project was completed in FY2019. The impairment loss provided for this contract amounted to S\$4.6 million, comprising trade receivables and contract assets of S\$1.3 million and S\$3.3 million respectively as at year-end, being the total financial impact to the Group should the debtor be unable to repay its debts.

None of the Company’s substantial shareholders, directors or key management staff have any interests in the debtor.

BY ORDER OF THE BOARD

Andrew Tan Kheng Hwee
Chief Executive Officer
9 March 2020