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PRESS RELEASE

Dyna-Mac reports Third Quarter 2011 Results

- Third quarter earnings up 11% year-on-year
- Third quarter gross margins up 13 percentage points year-on-year to 40%
- Sees an increased level of inquiries and bid activity in line with the resumption of deepwater drilling activities in the Gulf of Mexico and high oil prices

SINGAPORE, 7 April 2011 – Dyna-Mac Holdings Ltd. (精砺控股有限公司) ("Dyna-Mac" or together with its subsidiaries, the "Group"), a multi-disciplinary specialist provider of detailed engineering, procurement and construction services ("EPC") to the offshore oil and gas, marine construction and other industries, today announced financial results for its third quarter ended 28 February 2011 (3Q2011).

Dyna-Mac's revenue for the quarter was \$\$39.4 million compared to \$\$47.7 million in the prior-year period. On a nine-month basis, Group's revenue for 3Q2011 was \$\$123.1 million compared to \$\$172.3 million previously.

The decline in revenue was due mainly to a slowdown in activities in the oil and gas industry as a result of the moratorium on deepwater drilling activities by the USA Government following the oil spill disaster in the Gulf of Mexico in April last year. This moratorium was subsequently lifted in the fourth quarter of last year.

Notwithstanding a dip in revenue, net profit after tax for the latest quarter rose 11% to S\$7.2 million versus S\$6.5 million previously. On a nine-month basis, net profit after tax slipped 12% to S\$17.2 million.

For the quarter ended 28 February 2011, Dyna-Mac's gross profit margin was at an extraordinary 40%

compared to 27% in the preceding period - an increase of approximately 13 percentage points.

Variation orders relating to one of the projects contributed to the increase in gross profit during this

period as costs related to the variation orders were already recognised in the last financial year. Group

gross profit margin for the nine-month period was 30%, compared to 21% in the preceding nine-month

period.

Net profit after tax margin increased from 14% in 3Q2010 to 18% in 3Q2011, while net profit after tax

margin increased from 11% for 9 Months 2010 to 14% for 9 Months 2011.

Outlook

Oil prices started to increase earlier this year amidst signs of recovery in the global economy. However,

outlook remains cautiously optimistic due to the unrest in Libya and the Middle East which had

disrupted oil exports to the extent of approximately 1.3 million barrels per day. In addition, Japan's

triple disaster of a large earthquake followed by a tsunami and nuclear damage at its Fukushima plant

had added to the volatility in oil prices.

"The resumption of deepwater drilling activities in the Gulf of Mexico, coupled with high oil prices have

contributed to an increased levels of inquiries received by our Group and bid activity participated by our

Group. On a positive note, we are heartened to have signed a MOU with SBM Offshore for the supply of

topsides for FPSO OSX-2. The estimated value for the base scope of work is in about S\$50 million and we

expect to sign the contract for a definite scope of work in the near future," said Mr Desmond Lim Tze

Jong (林智勇), Executive Chairman & CEO.

Our order book as at 28 February, consisting of existing and new projects, is about \$80 million. Barring

any unforeseen circumstances, the Group believes that the outlook for the coming financial year will

remain optimistic with the recent comeback in inquiries.

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About Dyna-Mac

Dyna-Mac Holdings Ltd. (精砺控股有限公司) ("Dyna-Mac" or the "Group") is a multi-disciplinary

specialist provider of detailed engineering, procurement and construction services ("EPC") to the

offshore oil and gas, marine construction and other industries. The Group's customers are amongst the world's largest owners and operators of FPSOs/FSOs and semi-submersibles as well as multinational

engineering companies in the marine and oil and gas industries.

The Group's principal business is in the fabrication and assembly of topside modules for floating,

production, storage and offloading vessels ("FPSOs") and floating, storage and offloading vessels ("FSOs")

in Singapore. On an ad hoc basis, the Group also undertakes general engineering and fabrication

services for specialized structures for semi-submersibles and sub-sea products. Over the last 11 years, Dyna-Mac has established a reputation as a reliable specialist in this business and has successfully

completed over 130 topside modules with the largest single module load out of 1,520 tons.

Located in Singapore, the Group's yard facilities have a combined gross land area of 140,300 square

metres and a maximum annual fabrication capacity of approximately 25,000 tons. Its Main Yard has an uninterrupted waterfront shoreline, approximately 300 metres in length and a depth of up to nine

metres, and a load-out bay integrated into the waterfront shoreline, with the capacity to load out heavy

structures such as FPUs and topside modules of up to 27,000 tons onto carrier ships or barges.

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Collins Stewart Pte. Limited ("Collins Stewart") is the Issue Manager of the Group's Initial Public Offering.

Collins Stewart, together with UOB Kay Hian Private Limited, are the Joint Underwriters and Joint

Placement Agents of the Invitation.

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GLOSSARY OF TECHNICAL TERMS

"FPSO"

浮式生产储油船

: A floating, production, storage and offloading vessel used by offshore oil and gas industry for the production, storage and offloading of oil and gas from offshore oil and gas fields

"FSO"

浮式储油船

: A floating, storage and offloading vessel used by offshore oil and gas industry for the storage and offloading of oil and gas from offshore oil and gas fields

"FPU"

: A floating production unit

浮式生产深台

"semi-submersibles"

半潜水深台

: A purpose built floating production platform supported by pontoons and columns. The design is commonly used in a number of specific offshore roles such as for offshore drilling rigs, safety vessels, oil production platforms and heavy lift cranes

"topside module"

顶部设施

: Specialised process and control equipment such as separators, heat exchangers, coolers, pumps, electrical equipment, process piping, control valves and control panels fitted or integrated on steel structural frames to be installed on FPSOs, FSOs or semi-submersibles to carry out specific functions