

## Dyna-Mac delivers stronger performance in 3M2023

### Highlights

- Group Revenue at \$87.3 million was 29.3% higher than 3M2022
- Net profit at \$3.9 million was 107.7% higher than 3M2022
- EBITDA at \$5.0 million was 52.4% higher than 3M2022
- Net orderbook at \$338.1 million as compared with \$412.3 million as at 31 December 2022

	3 months ended 31-Mar-2023	3 months ended 31-Mar-2022	Change
	\$'000	\$'000	%
Revenue	87,264	67,508	29.3%
Cost of sales	(75,656)	(61,778)	22.5%
<b>Gross profit</b>	<b>11,608</b>	<b>5,730</b>	<b>&gt;+200%</b>
Gross profit margin	13.3%	8.5%	
Other income	1,608	1,182	36.0%
Other expenses	(166)	-	NM
Administrative expenses	(9,114)	(5,036)	81.0%
Finance expenses	(1)	(11)	-90.9%
<b>Profit before tax</b>	<b>3,935</b>	<b>1,865</b>	<b>111.0%</b>
Income tax expense	(62)	-	NM
<b>Net profit for the financial period</b>	<b>3,873</b>	<b>1,865</b>	<b>107.7%</b>
<b>EBITDA</b>	5,021	3,295	52.4%
<b>Return on equity (%)</b>	7.9	6.3	26.5%
<b>Earnings per share (cents)</b>	0.37	0.19	89.7%

**Singapore, May 9, 2023:** Dyna-Mac Holdings Ltd. (“Dyna-Mac” or the “Company” and together with its subsidiaries, the “Group”) continues to deliver consistently strong performance in the three months ended 31 March 2023 (“3M2023”) with net profit up 107.7% to \$3.9 million as compared with \$1.9 million in the three months ended 31 March 2022 (“3M2022”).

Revenue increased by \$19.8 million from \$67.5 million in 3M2022 to \$87.3 million for the corresponding period in 2023. The increase was mainly due to higher progressive recognition achieved for the projects carried out in 3M2023.

Gross profit increased by \$5.9 million from \$5.7 million in 3M2022 to \$11.6 million in 3M2023. The increase was mainly due to higher revenue recognised coupled with higher profit margin achieved in 3M2023.

Other income increased by \$0.4 million or 36.0% from \$1.2 million in 3M2022 to \$1.6 million in 3M2023. This was mainly due to higher interest income partially offset by decrease in government grants and lower income earned from scrap.

Other expenses of \$0.2 million in 3M2023 were attributable mainly from forex loss and loss on disposal of property, plant and equipment.

Administrative expenses increased by \$4.1 million or 81.0% from \$5.0 million in 3M2022 to \$9.1 million in 3M2023. This was mainly due to higher staff costs in 3M2023.

Net profit increased by \$2.0 million from \$1.9 million in 3M2022 to \$3.9 million in 3M2023. This was due to higher gross profit partially offset by higher administrative expenses as stated above.

The Group's cash position reduced to \$122.3 million as compared with \$185.4 million as of 31 December 2022.

The EBITDA increased by \$1.7 million or 52.4% from \$3.3 million in 3M2022 to \$5.0 million in 3M2023. Return on equity (ROE) increased from 6.3% in 3M2022 to 7.9% in 3M2023. Earnings per share increased from 0.19 cents in 3M2022 to 0.37 cents in 3M2023. The improved financial ratios are on the backdrop of a higher revenue and profits.

### **Outlook**

While the global geopolitical and economic environment remains fragile, offshore oil and gas activities continue to improve and gain momentum. Many oil and gas companies have achieved sustained good results, and are confident in pushing ahead with selected projects with clear deliverables.

Mr Lim Ah Cheng, Executive Chairman and CEO of Dyna-Mac said "We are pleased to report that our team continues to deliver an improved set of results for the first quarter of 2023, while navigating the inflationary cost environment and tight manpower situation. With the current and upcoming workload, Dyna-Mac's focus will be on executing our projects successfully and delivering value to our customers."

Looking forward, 2023 is shaping up to be a very busy year for Dyna-Mac as we ramp up production capacities to meet growing demand. Our team will continue to meet customers' requirements by completing projects on schedule, within budget, and meet the high standards of quality, safety and reliability. We will also be looking to expand our yard operations.

The Group has a net orderbook of \$338.1 million as at 31 March 2023 and look forward to further building up our orderbook in 2023.

### **Progress on our ESG Goals**

"Since embarking on our sustainability journey in 2021, we have made steady progress on our environmental sustainability efforts in transiting towards a low carbon business environment. In 2021, we were committed to a target to reduce our carbon output intensity by 25% within five years, that is, by 2026. Thanks to the speedy implementation of initiatives by our dedicated teams, we achieved our five-year target of a 25% emission reduction within the first year, four years ahead of schedule. Going forward we will continue to do more in advancing our sustainability agenda for a greener and cleaner environment" said Mr Lim Ah Cheng, Executive Chairman and CEO of Dyna-Mac.

## **Cessation of Quarterly Business Updates**

On the back of sound long-term industry fundamentals for the offshore oil and gas, our business directions are now on a stable path. We wish to inform our valued shareholders and other stakeholders that moving forward, the Company will only be releasing its half-year and full-year interim financial statements.

### **For more information, please contact:**

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### **About Dyna-Mac**

Dyna-Mac is a global multi-disciplinary contractor who undertakes the detailed engineering, procurement, fabrication, construction of compressor skids and modules for Carbon Capture, Utilization and Storage (CCUS), onshore pre-commissioning and commissioning of offshore topside modules and facilities for FPSOs (floating production storage and offloading vessels), FSOs (floating storage and offloading vessels), FLNGs (floating liquefied natural gas vessels), FSRUs (floating storage and regasification units) and Fixed Platforms, onshore modules for land-based plants for the energy industry as well as offshore and onshore renewables and green energy sectors, with focus on LNG, green hydrogen and ammonia.

Headquartered in Singapore, Dyna-Mac is listed on the main board of the Singapore Exchange. For more information, visit [www.dyna-mac.com](http://www.dyna-mac.com).