

## Dyna-Mac 1H2024 Net Profit Jumps Nearly Four-Fold on Higher Productivity, Revenue and Projects Completion

- The Group achieved revenue growth of \$77.4 million, marking a 42.5% increase to \$259.7 million
- The Group's net profit increased by \$28.6 million to \$38.8 million
- EBITDA increased by \$39.0 million or 314.7% from \$12.4 million in 1H2023 to \$51.4 million
- The Group posted a net orderbook worth \$681.3 million

	6 months ended 30-Jun-2024	6 months ended 30-Jun-2023	Change
	\$'000	\$'000	%
Revenue	259,728	182,259	42.5
Gross profit	71,698	24,610	191.3
Gross profit margin (%)	27.6	13.5	104.4
Other income	7,617	3,522	116.3
Net profit for the financial period	38,790	10,200	280.3
EBITDA	51,427	12,400	314.7
Annualised return on equity (%)	66.4	42.5	56.2
Earnings per share - Basic (cents)	3.72	0.98	279.6
Earnings per share - Diluted (cents)	3.35	0.91	268.1

SINGAPORE, August 6, 2024 – Dyna-Mac Holdings Ltd. (SGX: NO4) (“Dyna-Mac” or the “Company” and together with its subsidiaries, the “Group”), is pleased to announce its financial results for the six months ended 30 June 2024 (“1H2024”).

In 1H2024, the Group achieved revenue growth of \$77.4 million, marking a 42.5% increase to \$259.7 million compared to \$182.3 million in the six months ended 30 June 2023 (“1H2023”). This was mainly attributable to completion of major projects in 1H2024.

The Group's gross profit also experienced substantial growth, increasing by 191.3% to \$71.7 million in 1H2024, compared to \$24.6 million in 1H2023.

Furthermore, other income witnessed a healthy rise, totaling \$7.6 million in 1H2024, reflecting a 116.3% increase from \$3.5 million in 1H2023. The rise in other income was mainly due to higher interest income, forex gain and increase in scrap income.

In 1H2024, the Group achieved a net profit of \$38.8 million, marking a 280.3% or \$28.6 million increase compared to \$10.2 million achieved in 1H2023. The higher net profit was achieved through completion of major projects, improved productivity and increase in volume of projects undertaken.

The Group's net cash position strengthened to \$307.7 million (including \$39.9 million placed in Singapore Treasury Bills) as of 30 June 2024, from \$216.1 million as of 31 December 2023. The Group has zero bank borrowing.

The Group's financial ratios have also shown improvement, with the EBITDA increasing by \$39.0 million or 314.7% from \$12.4 million in 1H2023 to \$51.4 million in 1H2024. The Group's annualised return on equity (ROE) increased from 42.5% in 1H2023 to 66.4% in 1H2024. Earnings per share rose from 0.98 cents in 1H2023 to 3.72 cents in 1H2024. These improvements are underpinned by the Group's higher revenue and profits.

## **Outlook**

The outlook for our key operations of fabricating topside modules for Floating Production Storage and Offloading (FPSO) vessels remains buoyant. The global FPSO market is projected to grow from US\$6.8 billion in 2020 to US\$34.7 billion in 2032, exhibiting a compound annual growth rate (CAGR) of 14.6% during the forecast period<sup>[1]</sup>. More than 63 planned and announced FPSO units are expected to start operations globally between 2024 and 2029, indicating a strong pipeline of projects and consistent expansion in the market<sup>[2]</sup>. Dyna-Mac remains optimistic about its future growth opportunities.

Our outlook is supported by our current orderbook, which stands at \$681.3 million as of June 2024, with deliveries scheduled through FY2026. This orderbook reflects sustained market demand for our FPSO topside modules. To further strengthen our market position, we are exploring opportunities in adjacent sectors – including carbon capture and storage technologies, and hydrogen solutions. Through these initiatives, Dyna-Mac aims to adapt to evolving energy market demands, future proof and secure long-term growth.

The Group's recent acquisition of Exterran Offshore Pte Ltd which has been rebranded as Dyna-Mac Solutions Pte Ltd, and securing JTC lease adjacent to the current facility resulted in the expansion of capacity and upgrading of yard facilities, has paved the way for further optimisation of our construction methodology and production workflows. These steps have provided us with the flexibility and capability to pursue larger contract-sized projects to further build on our orderbook, boost productivity levels and strengthen our operational capabilities. The additional capacity also helps accelerate our venture into hydrogen and ammonia production modules fabrication. The building of the pipe shops in these new facilities will benefit the Group's effort in scaling up its exotic piping fabrication which will fulfill the Group's own needs as well as mass production of exotic pipe spools as a new recurring income stream.

Dyna-Mac plans to pursue growth through multiple channels, including inorganic growth and strategic alliances with industry leaders. Despite the competitive environment, we are encouraged by a consistent stream of inquiries from both new and repeat customers, indicating sustained demand for our offerings in the foreseeable future.

<sup>[1]</sup> <https://www.fortunebusinessinsights.com/industry-reports/fpso-market-100429>

<sup>[2]</sup> <https://www.globaldata.com/store/report/fpso-market-analysis/>

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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, 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).