



DYNA-MAC HOLDINGS LTD.

(Incorporated in the Republic of Singapore)

(Company Registration No: 200305693E)

CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30 JUNE 2024

TABLE OF CONTENTS

SN	Description	Page
1	CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME	2
2	CONDENSED INTERIM BALANCE SHEETS	3
3	CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY	4
4	CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS	5
5	NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS	6
6	OTHER INFORMATION REQUIRED BY LISTING RULE APPENDIX 7.2	15

DYNA-MAC HOLDINGS LTD. AND ITS SUBSIDIARIES

**CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SIX MONTHS ENDED 30 JUNE 2024**

	Note	Group		
		6 months ended 30-Jun-2024	6 months ended 30-Jun-2023	Change
		\$'000	\$'000	%
Revenue	3	259,728	182,259	42.5%
Cost of sales		(188,030)	(157,649)	19.3%
Gross profit		71,698	24,610	191.3%
Gross profit margin		27.6%	13.5%	
Other income		7,617	3,522	116.3%
Other expenses		-	(29)	NM
Administrative expenses		(29,630)	(17,823)	66.2%
Finance expenses		(476)	(2)	>+200%
Share of results of an associate		146	-	NM
Profit before tax	4	49,355	10,278	>+200%
Income tax expense	5	(10,565)	(78)	>+200%
Net profit for the financial period		38,790	10,200	>+200%
Net profit margin		14.9%	5.6%	
Attributable to:-				
Equity holders of the Company		38,773	10,101	>+200%
Non-controlling interests		17	99	-82.8%
Net profit for the financial period		38,790	10,200	>+200%
Other comprehensive income:-				
Currency translation differences arising from consolidation		(39)	(7)	>+200%
Total comprehensive income for the financial period		38,751	10,193	>+200%
Attributable to:-				
Equity holders of the Company		38,749	10,101	>+200%
Non-controlling interests		2	92	-97.8%
Total comprehensive income for the financial period		38,751	10,193	>+200%
Earnings per share attributable to equity holders of the Company (cents per share)				
- Basic	6	3.72	0.98	
- Diluted		3.35	0.91	

NM - not meaningful

DYNA-MAC HOLDINGS LTD. AND ITS SUBSIDIARIES

CONDENSED INTERIM BALANCE SHEETS
AS AT 30 JUNE 2024

	Note	Group		Company	
		Unaudited	Audited	Unaudited	Audited
		30-Jun-2024	31-Dec-2023	30-Jun-2024	31-Dec-2023
		\$'000	\$'000	\$'000	\$'000
ASSETS					
Current Assets					
Cash and cash equivalents	8	267,810	216,103	1,911	599
Trade and other receivables		38,582	37,875	12,003	11,185
Contract assets		33,309	1,029	-	-
Other current assets	9	41,636	972	39,903	10
		381,337	255,979	53,817	11,794
Non-Current Assets					
Investment in subsidiaries		-	-	122,881	112,003
Investment in an associate		539	393	-	-
Property, plant and equipment	10	39,486	28,064	-	-
Right-of-use assets		49,638	45,722	-	-
Other non-current assets	9	-	7,909	-	7,909
Deferred tax assets	11	298	7,068	-	-
		89,961	89,156	122,881	119,912
Total Assets		471,298	345,135	176,698	131,706
LIABILITIES					
Current Liabilities					
Income tax payable		3,794	-	-	-
Trade and other payables		139,476	80,027	47,485	8,313
Contract liabilities		173,486	147,351	-	-
Lease liabilities		2,361	1,655	-	-
		319,117	229,033	47,485	8,313
Non-Current Liabilities					
Deferred tax liabilities	11	5	12	-	-
Lease liabilities		49,419	45,801	-	-
		49,424	45,813	-	-
Total Liabilities		368,541	274,846	47,485	8,313
Net Assets		102,757	70,289	129,213	123,393
EQUITY					
Capital and Reserves Attributable to Equity Holders of the Company					
Share capital	12	149,281	147,080	149,281	147,080
Other reserves		1,095	924	753	558
Accumulated losses		(48,012)	(78,106)	(20,821)	(24,245)
Share Capital and Reserves		102,364	69,898	129,213	123,393
Non-controlling interests		393	391	-	-
Total Equity		102,757	70,289	129,213	123,393

DYNA-MAC HOLDINGS LTD. AND ITS SUBSIDIARIES

**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 JUNE 2024**

	Attributable to equity holders of the Company			Non-controlling interest	Total equity	
	Share capital	Accumulated losses	Other reserves			Total
	\$'000	\$'000	\$'000	\$'000	\$'000	
Group						
Balance at 1 January 2024	147,080	(78,106)	924	69,898	391	70,289
Total comprehensive income for the financial period	-	38,773	(24)	38,749	2	38,751
<u>Contributions by and distributions to owners</u>						
Share-based payment	-	-	2,396	2,396	-	2,396
Issuance of new shares under share-based payment	2,201	-	(2,201)	-	-	-
Dividend paid relating to financial year ended 31 December 2023	-	(8,679)	-	(8,679)	-	(8,679)
Total contributions by and distributions to owners	2,201	(8,679)	195	(6,283)	-	(6,283)
Balance at 30 June 2024	149,281	(48,012)	1,095	102,364	393	102,757
Company						
Balance at 1 January 2024	147,080	(24,245)	558	123,393	-	123,393
Total comprehensive income for the financial period	-	12,103	-	12,103	-	12,103
<u>Contributions by and distributions to owners</u>						
Share-based payment	-	-	2,396	2,396	-	2,396
Issuance of new shares under share-based payment	2,201	-	(2,201)	-	-	-
Dividend paid relating to financial year ended 31 December 2023	-	(8,679)	-	(8,679)	-	(8,679)
Total contributions by and distributions to owners	2,201	(8,679)	195	(6,283)	-	(6,283)
Balance at 30 June 2024	149,281	(20,821)	753	129,213	-	129,213

	Attributable to equity holders of the Company			Non-controlling interest	Total equity	
	Share capital	Accumulated losses	Other reserves			Total
	\$'000	\$'000	\$'000	\$'000	\$'000	
Group						
Balance at 1 January 2023	146,096	(103,589)	705	43,212	788	44,000
Total comprehensive income for the financial period	-	10,101	-	10,101	92	10,193
<u>Contributions by and distributions to owners</u>						
Share-based payment	-	-	924	924	-	924
Issuance of new shares under share-based payment	832	-	(832)	-	-	-
Dividend paid relating to financial year ended 31 December 2022	-	(3,005)	-	(3,005)	-	(3,005)
Total contributions by and distributions to owners	832	(3,005)	92	(2,081)	-	(2,081)
Balance at 30 June 2023	146,928	(96,493)	797	51,232	880	52,112
Company						
Balance at 1 January 2023	146,096	(30,338)	360	116,118	-	116,118
Total comprehensive loss for the financial period	-	(1,228)	-	(1,228)	-	(1,228)
<u>Contributions by and distributions to owners</u>						
Share-based payment	-	-	924	924	-	924
Issuance of new shares under share-based payment	832	-	(832)	-	-	-
Dividend paid relating to financial year ended 31 December 2022	-	(3,005)	-	(3,005)	-	(3,005)
Total contributions by and distributions to owners	832	(3,005)	92	(2,081)	-	(2,081)
Balance at 30 June 2023	146,928	(34,571)	452	112,809	-	112,809

DYNA-MAC HOLDINGS LTD. AND ITS SUBSIDIARIES

**CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SIX MONTHS ENDED 30 JUNE 2024**

	Note	Group	
		6 months ended 30-Jun-2024	6 months ended 30-Jun-2023
		\$'000	\$'000
OPERATING ACTIVITIES			
Profit before tax		49,355	10,278
Adjustments for:			
- Amortisation of club membership		-	1
- Amortisation of deferred capital grants		-	(74)
- Depreciation of property, plant and equipment		4,126	3,585
- Depreciation of right-of-use assets		1,602	1,312
- Interest expenses		1,358	373
- Interest income		(3,850)	(1,932)
- (Gain)/Loss on disposal of property, plant and equipment		(12)	15
- Share of results of an associate		(146)	-
- Share-based payment		2,396	924
- Trade and other receivables written off		68	-
- Write off of club membership		-	14
- Unrealised exchange gain		(3,186)	(77)
		51,711	14,419
Changes in working capital			
- Contract assets		(32,280)	283
- Contract liabilities		26,135	(9,341)
- Other current assets		(1,313)	(1,144)
- Trade and other receivables		(663)	(48,224)
- Trade and other payables		60,183	(9,684)
Cash flows generated from/(used in) operations		103,773	(53,691)
Income tax paid		-	(184)
Interest received		3,738	2,188
Net cash flows generated from/(used in) operating activities		107,511	(51,687)
INVESTING ACTIVITIES			
- Additions to property, plant and equipment		(8,821)	(672)
- Investment in Singapore Treasury bills		(39,308)	-
- Net cash from acquisition of a subsidiary	13	344	-
- Proceeds from disposal of property, plant and equipment		13	2
Net cash flows used in investing activities		(47,772)	(670)
FINANCING ACTIVITIES			
- Dividends paid to equity holders of the Company		(8,679)	(3,005)
- Interest expense paid		(1,358)	(373)
- Payment of principal portion of lease liabilities		(1,134)	(1,211)
Net cash flows used in financing activities		(11,171)	(4,589)
Net increase/(decrease) in cash and cash equivalents		48,568	(56,946)
Cash and cash equivalents at beginning of period		216,103	185,432
Effects of exchange rate changes on cash and cash equivalents		3,139	72
Cash and cash equivalents at end of period		267,810	128,558

DYNA-MAC HOLDINGS LTD. AND ITS SUBSIDIARIES

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

1. Corporate information

Dyna-Mac Holdings Ltd. (the “Company”) is listed on the Main Board of the Singapore Exchange Securities Trading Limited (“SGX-ST”) and is incorporated and domiciled in Singapore. The registered office is at 59 Gul Road, Singapore 629354 and the principal place of business is at 45 Gul Road, Singapore 629350.

These condensed interim financial statements as at and for the six months ended 30 June 2024 relate to the Company and its subsidiaries (collectively, the “Group”).

The principal activity of the Company is that of investment holding. The principal activities of the subsidiaries are:

- a) Contractors for project management, engineering, fabrication and installation of land and marine works.
- b) Contractors for repair and marine works.
- c) Provides project management services for projects in the People’s Republic of China.
- d) Repair of ships, tankers and other ocean-going vessels, manufacture and repair of marine engine and ship parts, and the provision of manpower resources for shipping-related projects.

2. Basis of Preparation

These condensed interim consolidated financial statements for the six months ended 30 June 2024 have been prepared in accordance with Singapore Financial Reporting Standards (International) (“SFRS(I)”) 1-34 Interim Financial Reporting issued by the Accounting Standards Council Singapore.

The condensed interim financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group’s financial position and performance of the Group since the last interim financial statements for the period ended 31 December 2023. Accordingly, this report should be read in conjunction with the Group’s Annual Report for the financial year ended 31 December 2023 and any public announcements made during the interim reporting period.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I)s, except for the adoption of new and amended standards as set out in Note 2.1.

The financial statements are presented in Singapore Dollars (“SGD” or “\$”) and all values are rounded to the nearest thousand (\$’000), except when otherwise indicated.

2.1 New standards, interpretations and amendments adopted by the Group

There are no new standards, interpretations and amendments adopted by the Group for annual periods beginning on or after 1 January 2024, which will result in significant impact on the condensed interim financial statements of the Group.

2.2 Use of estimates and judgements

In preparing the condensed interim financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgements made by management in applying the Group’s accounting policies and the key sources of estimation uncertainty were the same as described in the last annual financial statements as at and for the year ended 31 December 2023.

DYNA-MAC HOLDINGS LTD. AND ITS SUBSIDIARIES

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONT'D)

3. Segment and revenue information

Management has determined the operating segments based on the reports reviewed by the Board of Directors that are used to make strategic decisions.

The Board of Directors considers the business from a business segment perspective. Management manages and monitors the business in the two primary business segments: Module business and Ad-hoc projects.

2024

Revenue

Segment revenue to external parties

Segment gross profit

2023

Revenue

Segment revenue to external parties

Segment gross profit

Group		
6 months ended 30-Jun		
Module Business	Ad-Hoc Projects	Total
\$'000	\$'000	\$'000
250,202	9,526	259,728
66,423	5,275	71,698
170,065	12,194	182,259
16,890	7,720	24,610

(a) Reconciliation

A reconciliation of segment gross profit to net profit is as follows:

Segment gross profit for reportable segments

Other income

Other expenses

Administrative expenses

Finance expenses

Share of results of an associate

Profit before tax

Income tax expense

Net profit for the financial period

Group	
6 months ended 30-Jun-2024	6 months ended 30-Jun-2023
\$'000	\$'000
71,698	24,610
7,617	3,522
-	(29)
(29,630)	(17,823)
(476)	(2)
146	-
49,355	10,278
(10,565)	(78)
38,790	10,200

DYNA-MAC HOLDINGS LTD. AND ITS SUBSIDIARIES

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONT'D)

3. Segment and revenue information (cont'd)

(b) Geographical information

		Group		
		6 months ended 30-Jun		
	Module Business	Ad-Hoc Projects	Total	
	\$'000	\$'000	\$'000	
2024				
Asia Pacific	174,800	7,985	182,785	
Europe	75,402	1,326	76,728	
Americas	-	215	215	
	250,202	9,526	259,728	
2023				
Asia Pacific	130,900	11,848	142,748	
Europe	39,165	346	39,511	
	170,065	12,194	182,259	

The Group's non-current assets are located mainly in Singapore as at 30 June 2024 and 2023.

(c) Timing of transfer of goods or services

		Group		
		6 months ended 30-Jun		
	Module Business	Ad-Hoc Projects	Total	
	\$'000	\$'000	\$'000	
2024				
Over time	250,202	9,526	259,728	
	250,202	9,526	259,728	
2023				
Over time	170,065	12,194	182,259	
	170,065	12,194	182,259	

DYNA-MAC HOLDINGS LTD. AND ITS SUBSIDIARIES

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONT'D)

6. Earnings per share

Weighted average number of

Ordinary shares used in the calculation of basic earnings per share

Adjustment for:

Potential ordinary shares issuable under exercise of warrants

Ordinary shares outstanding used in the calculation of diluted earnings per share

Earnings per share

- Basic (cents)

- Diluted (cents)

Group	
6 months ended 30-Jun-2024	6 months ended 30-Jun-2023
'000	'000
1,042,737	1,034,310
115,892	77,769
1,158,629	1,112,079
3.72	0.98
3.35	0.91

7. Dividend

Ordinary dividend paid:

Final tax exempt one-tier 2023 cash dividend of
0.83 cents per share (2022: 0.29 cents per share)

Group	
6 months ended 30-Jun-2024	6 months ended 30-Jun-2023
\$'000	\$'000
8,679	3,005

8. Cash and cash equivalents

Cash and cash equivalents

Cash at bank

Short-term bank deposits

Total cash and cash equivalents

Group	
30-Jun-2024	31-Dec-2023
\$'000	\$'000
40,360	47,421
227,450	168,682
267,810	216,103

Short-term deposits are made for varying periods, depending on the immediate cash requirements of the Group, and earn interest at the short-term bank deposit rates. The weighted average effective interest rates as at 30 June 2024 was 3.91% (31 December 2023: 3.82%) per annum.

As at 30 June 2024, the Group issued bank guarantees amounting to \$53,641,000 (31 December 2023: \$34,348,000) in connection with its contracts with customers. No liability is expected to arise.

DYNA-MAC HOLDINGS LTD. AND ITS SUBSIDIARIES

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONT'D)

9. Other current/non-current assets

	Group	
	30-Jun-2024	31-Dec-2023
	\$'000	\$'000
Other current assets		
Deposits	744	732
Prepayments	1,006	240
Singapore Treasury bills	39,886	-
Total other current assets	41,636	972
Other non-current assets		
Advance payment	-	7,909
Total other non-current assets	-	7,909

Advance payment relates to payment made for acquisition of shares in Exterran Offshore Pte. Ltd. (“Exterran”). Details are included in Note 13.

10. Property, plant and equipment

During the financial period ended 30 June 2024, the Group acquired assets amounting to \$7,879,000 (30 June 2023: \$658,000), disposed off assets with carrying amount of \$1,000 (30 June 2023: \$385,000).

11. Deferred tax assets/(liabilities)

The movement in deferred tax assets and deferred tax liabilities (prior to offsetting of balances within the same tax jurisdiction) is as follows:

	Group	
	30-Jun-2024	31-Dec-2023
	\$'000	\$'000
Deferred tax assets		
Beginning of financial period	7,068	3,300
Tax (charged)/credited to profit or loss	(6,770)	3,768
End of financial period	298	7,068
Deferred tax liabilities		
Beginning of financial period	(12)	(14)
Currency translation differences	7	2
End of financial period	(5)	(12)

DYNA-MAC HOLDINGS LTD. AND ITS SUBSIDIARIES

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONT'D)

12. Share capital

	30-Jun-2024		31-Dec-2023	
	Number of Ordinary Shares	Resultant issued share capital	Number of Ordinary Shares	Resultant issued share capital
	'000	\$'000	'000	\$'000
Share Capital				
Beginning of financial period	1,036,924	147,080	1,030,509	146,096
Issuance of new shares under share-based payment	8,720	2,201	6,415	984
End of financial period	1,045,644	149,281	1,036,924	147,080

Dyna-Mac Share Award Scheme 2021 (DMSAS 2021)

As at 30 June 2024, the number of contingent shares granted but not released were 8,032,100 (30 June 2023: 7,295,600) for DMSAS 2021. Based on the achievement factors, the actual release of the awards in ordinary shares of the company could range from zero to a maximum of 8,032,100 under DMSAS 2021.

The Company does not hold any treasury shares as at 30 June 2024 and 30 June 2023.

13. Acquisition of a subsidiary

On 3 January 2024, the Group has completed the acquisition of Exterran Offshore Pte. Ltd. ("Exterran"), a non-listed company based in Singapore. The Group acquired 100% of the issued share capital of Exterran for consideration of \$10,877,625. Exterran was renamed as Dyna-Mac Solutions Pte. Ltd. to reflect the Dyna-Mac branding and has provided the Group with additional fabrication capacity for current and future projects.

The Group incurred external legal fee amounted to \$55,000 relating to this acquisition, which was classified as 'administrative expenses' in the FY2023 statement of comprehensive income.

Assets and liabilities recognised as a result of the acquisition:

	Fair value
	\$'000
Assets	
Cash and cash equivalents	3,313
Trade and other receivables	** -
Other current assets	43
Property, plant and equipment	7,670
Right-of-use assets	5,512
	16,538
Liabilities	
Trade and other payables	(208)
Lease liabilities	(5,452)
	(5,660)
Total identifiable net assets at fair value	10,878

** - Amount less than \$1,000

	30-Jun-2024
	\$'000
Effects on cash flow of the Group:	
Purchase consideration transferred	10,878
Less: Cash and cash equivalents acquired	(3,313)
Less: Advance payment (paid in FY2023)	(7,909)
Net cash from acquisition of a subsidiary	(344)

DYNA-MAC HOLDINGS LTD. AND ITS SUBSIDIARIES

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONT'D)

14. Net asset value

	Group		Company	
	30-Jun-2024	31-Dec-2023	30-Jun-2024	31-Dec-2023
Net asset value per ordinary share based on existing share capital (cents)	9.79	6.74	12.36	11.90
Number of shares ('000)	1,045,644	1,036,924	1,045,644	1,036,924

15. Financial assets and financial liabilities at amortised cost

The financial assets and financial liabilities at amortised cost of the Group as at 30 June 2024 and 31 December 2023:

	Group		Company	
	30-Jun-2024	31-Dec-2023	30-Jun-2024	31-Dec-2023
	\$'000	\$'000	\$'000	\$'000
Financial Assets				
Cash and cash equivalents	267,810	216,103	1,911	599
Trade and other receivables	20,900	32,293	12,003	11,185
Other current assets	40,630	732	39,886	-
Total financial assets at amortised cost	329,340	249,128	53,800	11,784
Financial Liabilities				
Trade and other payables	139,476	80,027	47,485	8,313
Lease liabilities	51,780	47,456	-	-
Total financial liabilities at amortised cost	191,256	127,483	47,485	8,313

DYNA-MAC HOLDINGS LTD. AND ITS SUBSIDIARIES

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONT'D)

16. Related party transactions

In addition to the information disclosed elsewhere in the financial statements, the following transactions took place between the Group and related parties at terms agreed between the parties:

(a) Sales and purchases of goods and services

Other than those disclosed elsewhere in the financial statements, the Group had the following significant related party transactions on terms agreed during the financial period:

Group	
6 months ended 30-Jun-2024	6 months ended 30-Jun-2023
\$'000	\$'000
<u>Transactions with a corporate shareholder and its related companies</u>	
Fabrication of topside modules and other ad-hoc services rendered	9,038
Sub-contracting and other ad-hoc services procured	(2,264)
<u>Transactions with related company of a director</u>	
Corporate secretarial services procured	(21)

(b) Key management personnel compensation

Key management personnel compensation is analysed as follows:

Group	
6 months ended 30-Jun-2024	6 months ended 30-Jun-2023
\$'000	\$'000
Directors	
Short-term employee benefits ^(Note 2)	609
Post-employment benefits	41
Share-based payment	402
1,841	1,052
Senior Management	
Short-term employee benefits	1,074
Post-employment benefits	96
Share-based payment	200
1,697	1,370
3,538	2,422

Note 2 - Comparative information has been restated to include independent director fee for comparison purpose.

17. Subsequent events

There are no known subsequent events which led to adjustments to this set of interim financial statements.

DYNA-MAC HOLDINGS LTD. AND ITS SUBSIDIARIES

OTHER INFORMATION REQUIRED BY LISTING RULE APPENDIX 7.2

1. Whether the figures have been audited or reviewed, and in accordance with which auditing standard or practice.

The condensed interim financial statements, comprising the condensed interim balance sheets of Dyna-Mac Holdings Ltd. (“the Company”) and its Subsidiaries (“the Group”) as at 30 June 2024, the condensed interim consolidated statement of comprehensive income, condensed interim statements of changes in equity and condensed interim consolidated statement of cash flows for the six-month period then ended and certain explanatory notes have not been audited or reviewed.

2. 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 following: -

- (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.**

Condensed Interim Consolidated Statement of Comprehensive Income

The Group’s revenue increased by \$77.4m or 42.5% from \$182.3m in the six months ended 30 June 2023 (“1H2023”) to \$259.7m in the six months ended 30 June 2024 (“1H2024”). This was mainly due to completion of major projects during 1H2024 when compared to 1H2023.

The Group’s gross profit also increased by 191.3% to \$71.7m in 1H2024, compared to \$24.6m in 1H2023. The increase in gross profit is mainly driven by higher revenue and improvement in productivity in 1H2024.

Other income increased by \$4.1m or 116.3% from \$3.5m in 1H2023 to \$7.6m in 1H2024. The increase in 1H2024 was mainly due to higher interest income, forex gain and increase in scrap income.

Administrative expenses increased by \$11.8m or 66.2% from \$17.8m in 1H2023 to \$29.6m in 1H2024. This was mainly due to higher staff costs and share-based payment expense in 1H2024.

The income tax expense of \$10.6m in 1H2024 was attributable to income tax provision by its subsidiary.

The Group’s net profit increased by \$28.6m or 280.3% from \$10.2m in 1H2023 to \$38.8m in 1H2024. The higher net profit was achieved through completion of major projects, improved productivity and increase in volume of projects undertaken.

Condensed Interim Balance Sheets

Current assets

Total current assets increased by \$125.3m from \$256.0m as at 31 December 2023 to \$381.3m as at 30 June 2024.

Cash and cash equivalents increased by \$51.7m from \$216.1m as at 31 December 2023 to \$267.8m as at 30 June 2024 mainly due to higher advance collections from the projects.

Trade and other receivables increased by \$0.7m from \$37.9m as at 31 December 2023 to \$38.6m as at 30 June 2024 mainly due to higher project progress achieved during the period.

Contract assets increased by \$32.3m from \$1.0m as at 31 December 2023 to \$33.3m as at 30 June 2024 mainly due to higher project progress achieved during the period.

Other current assets increased by \$40.6m from \$1.0m as at 31 December 2023 to \$41.6m as at 30 June 2024 mainly due to investment in Singapore Treasury bills.

DYNA-MAC HOLDINGS LTD. AND ITS SUBSIDIARIES

OTHER INFORMATION REQUIRED BY LISTING RULE APPENDIX 7.2 (CONT'D)

2. **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 following: -**
- (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. (cont'd)**

Condensed Interim Balance Sheets (cont'd)

Non-current assets

Non-current assets increased by \$0.8m from \$89.2m as at 31 December 2023 to \$90.0m as at 30 June 2024 mainly due to right-of-use assets and property, plant and equipment acquired through the acquisition of a subsidiary.

Current liabilities

Total current liabilities increased by \$90.1m from \$229.0m as at 31 December 2023 to \$319.1m as at 30 June 2024.

Trade and other payables increased by \$59.5m from \$80.0m as at 31 December 2023 to \$139.5m as at 30 June 2024 mainly due to higher payables recorded in line with higher progress achieved from the projects carried out.

Contract liabilities increased by \$26.1m from \$147.4m as at 31 December 2023 to \$173.5m as at 30 June 2024 mainly due to increase in advanced billings to customers.

Non-current liabilities

Total non-current liabilities increased by \$3.6m from \$45.8m as at 31 December 2023 to \$49.4m as at 30 June 2024 mainly due to lease obligation arising from the newly acquired subsidiary.

Condensed Interim Consolidated Statement of Cash Flows

The Group registered an increase in cash and cash equivalent of \$51.7m from \$216.1m as at 31 December 2023 to \$267.8m as at 30 June 2024.

Net cash flows generated from operating activities in 1H2024 was \$107.5m mainly due to lower cash outflow from working capital.

Net cash flows used in investing activities in 1H2024 was \$47.8m mainly due to additions to property, plant and equipment and investment in Singapore Treasury bills.

Net cash flows used in financing activities in 1H2024 was \$11.2m mainly due to dividend payment, repayment of lease liabilities and interest expense.

DYNA-MAC HOLDINGS LTD. AND ITS SUBSIDIARIES

OTHER INFORMATION REQUIRED BY LISTING RULE APPENDIX 7.2 (CONT'D)

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

No forecast or prospect statement has been previously disclosed to the shareholders.

4. 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.

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^[1]. 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^[2]. Dyna-Mac remains optimistic about its future growth opportunities.

Our outlook is supported by our current orderbook, which stands at \$681.3m 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.

^[1] <https://www.fortunebusinessinsights.com/industry-reports/fps0-market-100429>

^[2] <https://www.globaldata.com/store/report/fps0-market-analysis/>

DYNA-MAC HOLDINGS LTD. AND ITS SUBSIDIARIES

OTHER INFORMATION REQUIRED BY LISTING RULE APPENDIX 7.2 (CONT'D)

5. Dividends

- (a) **Current financial period reported on**
Any dividend declared for the current financial period reported on?

The directors have considered the possibility of declaring an interim dividend. The Company will update shareholders if any firm decision is made.

- (b) **Corresponding period of the immediately preceding financial year**
Any dividend declared for the corresponding period of the immediately preceding financial year?

No.

- (c) **Date payable**

Please refer to 5(a).

- (d) **Books closure date**

Please refer to 5(a).

6. If no dividend has been declared (recommended), a statement to that effect and the reason(s) for the decision.

Please refer to 5(a).

7. Interested person transactions disclosure

Name of Interested Person	Nature of Relationship	Aggregate value of all interested person transactions during the financial period under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)		Aggregate value of all interested person transactions conducted under a shareholders' mandate pursuant to Rule 920 of the SGX Listing Manual (excluding transactions less than \$100,000)	
		6 months ended 30-Jun-2024 \$'000	6 months ended 30-Jun-2023 \$'000	6 months ended 30-Jun-2024 \$'000	6 months ended 30-Jun-2023 \$'000
PURCHASES AND OTHER EXPENSES					
Alpine Engineering Services Pte Ltd Purchase of materials Rental of air compressors	Note 1, 2	-	-	- 21	120 -
Asian Lift Pte Ltd Rental of floating crane/barge	Note 1	-	-	459	1,515
ST Engineering Marine Ltd Subcontracting services	Note 1	-	-	-	629
REVENUE					
Seatrium O&G (Americas) Limited Subcontracting services	Note 1	-	-	(493)	9,038

Note 1 - The interested person is a member of Temasek Group, which the scope of works are approved by shareholders under IPT Mandate in the Annual General Meeting. Temasek Group ceased to be an interested person with effect from 13 May 2024 following the divestment by KepInvest Holdings Pte Ltd.

Note 2 - Seatrium Sea Scan Pte Ltd has been amalgamated with Alpine Engineering Services Pte. Ltd. ("AES") with effect from 12 April 2024, with AES being the surviving entity. AES is a member of Temasek Group.

DYNA-MAC HOLDINGS LTD. AND ITS SUBSIDIARIES

OTHER INFORMATION REQUIRED BY LISTING RULE APPENDIX 7.2 (CONT'D)

8. Confirmation pursuant to Rule 720(1) of the listing manual

The Company confirms that it has procured undertakings from its Board of Directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1) of the listing manual.

9. Confirmation pursuant to Rule 705(5) of the listing manual

The Board of Directors of the Company hereby confirms to the best of its knowledge nothing has come to its attention which may render the unaudited financial results for the period ended 30 June 2024 to be false or misleading in any material respect.

BY ORDER OF THE BOARD

Lim Ah Cheng
Executive Chairman and Chief Executive Officer
6 August 2024