

TRIYARDS lifts 9MFY16 revenue by 27% with a PATMI of US\$15.6m

- ◆ Revenue of US\$230.7m driven by new projects secured in FY15 and 1H16 mainly as a result of diversification strategy
- ◆ Work commenced on TRIYARDS' first ocean research vessel as well as the LNG-powered ferries and oil tankers in 3QFY16
- ◆ Group focused on its successful diversification strategy; sees continued interest in its enlarged product range

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For immediate release

For the nine months ended 31 May 2016 (9MFY16), the diversified engineering and fabrication projects in hand held up earnings at TRIYARDS Holdings Limited (TRIYARDS or the Group), lifting revenue by 27% with a net profit attributable to shareholders (PATMI) of US\$15.6 million.

The Group's revenue of US\$230.7 million was driven by contributions across all product ranges.

Gross profit improved 6% year-on-year to US\$43.2 million in the nine-month period even though three of the liftboats under construction – two units of BH335 and a BH300 vessel – were near completion. These three vessels, as well as two other liftboats delivered during previous financial year, contributed significantly to earnings in the corresponding period of the previous financial year.

TRIYARDS' Chief Executive Officer, Mr Chan Eng Yew, said: "This set of results reflects the success of our diversification strategy from both a product as well as counterparty perspective. Backed by our proven engineering and fabrication capabilities, we have expanded into the chemical tanker and scientific research vessel markets, and won ten new clients in the last 12 months.

“We will continue to focus on executing our orderbook to deliver our projects on time and within budget. The Group’s balance sheet remains sound and we expect our operating cashflows and gearing ratio to improve as we progressively deliver our vessels over the next two years.”

In line with its working capital requirements, TRIYARDS’ net debt (total external indebtedness net of cash and cash equivalents) to equity ratio rose to 0.67 times from 0.31 times as at the end of the previous financial year. About 94% of the Group’s borrowings of US\$168.9 million as at 31 May 2016 relates to working capital financing.

In the third quarter, the Group also commenced work on its very first scientific research vessel, two oil barges and two Liquefied Natural Gas (LNG)-powered aluminium catamarans for new clients Taiwan Ocean Research Institute, CPC Corporation and Rederij Doeksen (Royal Doeksen) respectively.

Commenting on TRIYARDS’ prospects, Mr Chan said: “Despite the moderate rebound in the oil price since the start of 2016, we expect the industry to remain challenged for the next 12 months. We continue to focus on our product and client diversification strategy and respond to a healthy level of enquiries on our wide product range.”

ABOUT THE COMPANY

www.triyards.com ♦ SGX mainboard listing: October 2012

TRIYARDS offers engineering and fabrication services that are marketed under the “TRIYARDS” brand. The Company currently owns and operates fabrication yards in Ho Chi Minh City and Vung Tau in Vietnam and Singapore, as well as design and engineering facilities in Houston in the United States.

The Group’s acquisition of experienced aluminium shipbuilders Strategic Marine (S) Pte. Ltd. and Strategic Marine (V) Company Limited in October 2014 has added both new fabrication capacity as well as engineering capabilities.

The Group’s yards in Vietnam are equipped with heavy-lift gantry cranes and deepwater berths, and both facilities have the capability to undertake large-scale projects to fabricate different components of fixed platforms, as well as vessel conversion and construction. TRIYARDS Houston provides the designing and engineering of offshore equipment such as cranes, A-frames and winches, which can be installed on the self-elevating units and offshore support and construction vessels.



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FOR FURTHER ENQUIRIES

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