

MEDIA RELEASE: BUSINESS UPDATE FOR 1QFY2023



Atlantic Navigation Holdings (Singapore) Limited
(Company Registration No. 200411055E)
(Incorporated in Singapore)

ATLANTIC NAVIGATION HOLDINGS CONTINUES STRONG MOMENTUM IN FINANCIAL PERFORMANCE WITH IMPROVEMENT IN MARGINS IN 1QFY2023

10 May 2023 – Atlantic Navigation Holdings (Singapore) Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”), an established integrated offshore marine logistics services group operating predominantly in the Middle East, is pleased to provide an update on its results for the 1QFY2023 ended 31 March (“**1QFY**”) 2023, as follows:

<i>US\$ 'millions, unless otherwise stated</i>	1QFY2023	1QFY2022	Increase
Utilisation	93.8%	85.6%	8.2% points
Revenue	17.752	13.724	29.4%
Gross Profit (i.e. taking into account depreciation)	7.592	4.356	74.3%
Gross Profit Margin	42.8%	31.7%	11.0% points
Cash generated from Operations	8.583	6.060	41.6%
Net Profit	4.847	1.855	161.3%
Net Profit Margin	27.3%	13.5%	13.8% points
	31-Mar-23	31-Dec-22	Increase
Net Assets	86.707	81.833	6.0%

Supported mainly by strong utilisation rate across its fleet of vessels of about 93.8% in 1QFY2023 compared to about 85.6% in 1QFY2022, the Group generated revenue of US\$17.8 million in 1QFY2023 or about 29.4% increase over 1QFY2022 of US\$13.7 million. Gross profit was US\$7.6 million in 1QFY2023 or about 74.3% increase over 1QFY2022 of US\$4.4 million. The cash generated from operations for 1QFY2023 of US\$8.6 million represented 41.6% increase over 1QFY2022 of US\$6.1 million.

The improvement in gross profit and cash generated from operations were mainly due to the higher revenue year-on-year for the chartering business at Marine Logistics Services Division supported by the elevated utilisation with overall general increase in daily charter rates of its OSVs as well as the lift-boats. Gross profit margin for 1QFY2023 was 42.8% compared to 31.7% in 1QFY2022, representing 11.0 percentage points increase which contributed to net profit of US\$4.8 million (or 0.93 US cents per share) for 1QFY2023 as compared to US\$1.9 million (or 0.35 US cents per share) in 1QFY2022, with corresponding net profit margins of 27.3% and 13.5% respectively, representing 13.8 percentage points increase.

The external borrowings of the Group had been reduced to US\$35.8 million as at 31 March 2023 compared to US\$40.3 million as at 31 December 2022. With the Group net assets of US\$86.7 million as at 31 March 2023 compared to US\$81.8 million as at 31 December 2022, the net assets per share was 16.6 US cents per share compared to 15.6 US cents per share, respectively.

Executive Director and CEO, Mr Bill Wong, commented, “We are heartened that we manage to sustain our commendable performance from FY2022 into 1QFY2023. While there are headwinds from the current

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elevated interest rate environment, the offshore sector dynamics continues to remain favourable to vessel owners and operators. We remain confident for our performance in view of our existing contracts, supported by the impact of gradual fleet expansion with Vega Egypt 1 and Team Clio in fleet from May 2023.”

- The End –

About Atlantic Navigation Holdings (Singapore) Limited (Bloomberg: ATL SP, Reuters: ATLA.SI)

Atlantic Navigation Holdings (Singapore) Limited is an investment holding company with integrated offering of marine logistics services as well as ship repair, fabrication and maintenance services. It currently owns, operates, and charters its fleet of 19 offshore support vessels (including lift-boats, AHTSs, PSVs, MUVs, AHT, DSV, crew-boat) to reputable offshore oil and gas companies and international contractors primarily in the Middle East. In view of its established presence and its operational capabilities, it also manages the sourcing and cross-chartering of third-party vessels to match customers' requirements where necessary.

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*This media release has been prepared by the Company and its contents have been reviewed by the Company's sponsor, SAC Capital Private Limited (“**Sponsor**”). This media release has not been examined or approved by the Singapore Exchange Securities Trading Limited (“**SGX-ST**”) and the SGX-ST assumes no responsibility for the contents of this media release, including the correctness of any of the statements or opinions made, or reports contained in this media release. The contact person for the Sponsor is Ms Lee Khai Yinn (Tel: +65 6232 3210) at 1 Robinson Road, #21-00 AIA Tower, Singapore 048542.*