



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 2023

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DYNA-MAC HOLDINGS LTD. AND ITS SUBSIDIARIES

CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SIX MONTHS ENDED 30 JUNE 2023

	Note	Group		
		6 months ended 30-Jun-2023	6 months ended 30-Jun-2022	Change
		\$'000	\$'000	%
Revenue	3	182,259	124,043	46.9%
Cost of sales		(157,649)	(111,535)	41.3%
Gross profit		24,610	12,508	96.8%
Gross profit margin		13.5%	10.1%	
Other income		3,522	2,462	43.1%
Other expenses		(29)	(126)	-77.0%
Administrative expenses		(17,823)	(11,548)	54.3%
Finance expenses		(2)	(12)	-83.3%
Profit before tax	4	10,278	3,284	>+200%
Income tax expense	5	(78)	(60)	30.0%
Net profit for the financial period		10,200	3,224	>+200%
Net profit margin		5.6%	2.6%	
Attributable to:-				
Equity holders of the Company		10,101	3,112	>+200%
Non-controlling interests		99	112	-11.6%
Net profit for the financial period		10,200	3,224	>+200%
Other comprehensive income:-				
Currency translation differences arising from consolidation		(7)	(21)	-66.7%
Total comprehensive income for the financial period		10,193	3,203	>+200%
Attributable to:-				
Equity holders of the Company		10,101	3,127	>+200%
Non-controlling interests		92	76	21.1%
Total comprehensive income for the financial period		10,193	3,203	>+200%

DYNA-MAC HOLDINGS LTD. AND ITS SUBSIDIARIES

**CONDENSED INTERIM BALANCE SHEETS
AS AT 30 JUNE 2023**

	Note	Group		Company	
		Unaudited	Audited	Unaudited	Audited
		30-Jun-2023	31-Dec-2022	30-Jun-2023	31-Dec-2022
		\$'000	\$'000	\$'000	\$'000
ASSETS					
Current Assets					
Cash and cash equivalents		128,558	185,432	965	4,305
Trade and other receivables		78,106	30,138	3	16
Contract assets		3,163	3,446	-	-
Other current assets		2,275	1,131	22	14
		212,102	220,147	990	4,335
Non-Current Assets					
Club membership		-	15	-	-
Investment in subsidiaries		-	-	112,003	112,003
Property, plant and equipment	7	25,722	28,666	-	-
Right-of-use assets		22,172	23,484	-	-
Deferred tax assets		3,300	3,300	-	-
		51,194	55,465	112,003	112,003
Total Assets		263,296	275,612	112,993	116,338
LIABILITIES					
Current Liabilities					
Income tax payable		16	124	-	-
Trade and other payables		69,276	78,974	184	220
Contract liabilities		118,241	127,582	-	-
Deferred capital grant		50	124	-	-
Lease liabilities		2,267	2,440	-	-
		189,850	209,244	184	220
Non-Current Liabilities					
Deferred tax liabilities		18	14	-	-
Lease liabilities		21,316	22,354	-	-
		21,334	22,368	-	-
Total Liabilities		211,184	231,612	184	220
Net Assets		52,112	44,000	112,809	116,118
EQUITY					
Capital and Reserves Attributable to Equity Holders of the Company					
Share capital	9	146,928	146,096	146,928	146,096
Other reserves		797	705	452	360
Accumulated losses		(96,493)	(103,589)	(34,571)	(30,338)
Share Capital and Reserves		51,232	43,212	112,809	116,118
Non-controlling interests		880	788	-	-
Total Equity		52,112	44,000	112,809	116,118

DYNA-MAC HOLDINGS LTD. AND ITS SUBSIDIARIES

**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 JUNE 2023**

	Attributable to equity holders of the Company				Non-controlling interest	Total equity	
	Share capital	Accumulated losses	Share Reserve	Foreign currency translation reserve			Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	
Group							
Balance at 1 January 2023	146,096	(103,589)	360	345	43,212	788	44,000
Total comprehensive income for the period	-	10,101	-	-	10,101	92	10,193
Dividend paid relating to financial year ended 31 December 2022	-	(3,005)	-	-	(3,005)	-	(3,005)
Contributions by and distributions to owners							
Share-based payment	-	-	924	-	924	-	924
Issuance of new shares under share-based payment	832	-	(832)	-	-	-	-
Total contributions by and distributions to owners	832	-	92	-	924	-	924
Balance at 30 June 2023	146,928	(96,493)	452	345	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 period	-	(1,228)	-	-	(1,228)	-	(1,228)
Dividend paid relating to financial year ended 31 December 2022	-	(3,005)	-	-	(3,005)	-	(3,005)
Contributions by and distributions to owners							
Share-based payment	-	-	924	-	924	-	924
Issuance of new shares under share-based payment	832	-	(832)	-	-	-	-
Total contributions by and distributions to owners	832	-	92	-	924	-	924
Balance at 30 June 2023	146,928	(34,571)	452	-	112,809	-	112,809

	Attributable to equity holders of the Company				Non-controlling interest	Total equity	
	Share capital	Accumulated losses	Share Reserve	Foreign currency translation reserve			Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	
Group							
Balance at 1 January 2022	145,605	(116,657)	279	391	29,618	536	30,154
Total comprehensive income for the period	-	3,112	-	15	3,127	76	3,203
Share-based payment	-	-	199	-	199	-	199
Balance at 30 June 2022	145,605	(113,545)	478	406	32,944	612	33,556
Company							
Balance at 1 January 2022	145,605	(53,426)	279	-	92,458	-	92,458
Total comprehensive loss for the period	-	(443)	-	-	(443)	-	(443)
Share-based payment	-	-	199	-	199	-	199
Balance at 30 June 2022	145,605	(53,869)	478	-	92,214	-	92,214

DYNA-MAC HOLDINGS LTD. AND ITS SUBSIDIARIES

**CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SIX MONTHS ENDED 30 JUNE 2023**

	Group	
	6 months ended 30-Jun-2023	6 months ended 30-Jun-2022
	\$'000	\$'000
OPERATING ACTIVITIES		
Profit before tax	10,278	3,284
Adjustments for:		
- Amortisation of club membership	1	** -
- Amortisation of deferred capital grants	(74)	(74)
- Depreciation of property, plant and equipment	3,585	3,518
- Depreciation of right-of-use assets	1,312	1,272
- Interest expenses	373	407
- Interest income	(1,932)	(204)
- Loss on disposal of property, plant and equipment	15	119
- Share-based payment	924	199
- Write-back of expected credit losses on trade and other receivables	-	(26)
- Write off of club membership	14	-
- Unrealised translation gain	(77)	(75)
	14,419	8,420
Changes in working capital		
- Contract assets	283	(11,608)
- Contract liabilities	(9,341)	68,897
- Other current assets	(1,144)	(571)
- Trade and other receivables	(48,224)	(18,029)
- Trade and other payables	(9,684)	(1,617)
Cash flows (used in)/generated from operations	(53,691)	45,492
Income tax paid	(184)	(21)
Interest received	2,188	139
Net cash flows (used in)/generated from operating activities	(51,687)	45,610
INVESTING ACTIVITIES		
- Additions to property, plant and equipment	(672)	(1,639)
- Proceeds from disposal of property, plant and equipment	2	46
Net cash flows used in investing activities	(670)	(1,593)
FINANCING ACTIVITIES		
- Dividend paid to equity holders of the Company	(3,005)	-
- Interest expense paid	(373)	(407)
- Payment of principal portion of lease liabilities	(1,211)	(1,140)
- Repayment of bank borrowings	-	(4,035)
Net cash flows used in financing activities	(4,589)	(5,582)
Net (decrease)/increase in cash and cash equivalents	(56,946)	38,435
Cash and cash equivalents at beginning of period	185,432	106,340
Effect of currency translation on cash and cash equivalents	72	63
Cash and cash equivalents at end of period	128,558	144,838

** - Amount less than \$1,000

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 2023 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 2023 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 2022. Accordingly, this report should be read in conjunction with the Group’s Annual Report for the financial year ended 31 December 2022 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 and amended standards adopted by the Group

There are no new standards, amendments to standards and interpretations effective for annual periods beginning on or after 1 January 2023, 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 2022.

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.

	Group		
	6 months ended 30-Jun		
	Module Business	Ad-Hoc Projects	Total
	\$'000	\$'000	\$'000
2023			
Revenue			
Segment revenue to external parties	170,065	12,194	182,259
Segment gross profit	16,890	7,720	24,610
2022			
Revenue			
Segment revenue to external parties	110,458	13,585	124,043
Segment gross profit	9,101	3,407	12,508

(a) Reconciliation

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

	Group	
	6 months ended 30-Jun-2023	6 months ended 30-Jun-2022
	\$'000	\$'000
Segment gross profit for reportable segments	24,610	12,508
Other income	3,522	2,462
Other expenses	(29)	(126)
Administrative expenses	(17,823)	(11,548)
Finance expenses	(2)	(12)
Profit before tax	10,278	3,284
Income tax expense	(78)	(60)
Net profit for the financial period	10,200	3,224

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

2023

Geographical information:

Asia Pacific
Europe

2022

Geographical information:

Asia Pacific
Europe

Group		
6 months ended 30-Jun		
Module Business	Ad-Hoc Projects	Total
\$'000	\$'000	\$'000
130,900	11,848	142,748
39,165	346	39,511
170,065	12,194	182,259
41,958	8,675	50,633
68,500	4,910	73,410
110,458	13,585	124,043

(c) Timing of transfer of goods or service

2023

Timing of transfer of goods or service

Over time

2022

Timing of transfer of goods or service

Over time

Group		
6 months ended 30-Jun		
Module Business	Ad-Hoc Projects	Total
\$'000	\$'000	\$'000
170,065	12,194	182,259
170,065	12,194	182,259
110,458	13,585	124,043
110,458	13,585	124,043

DYNA-MAC HOLDINGS LTD. AND ITS SUBSIDIARIES

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

4. Profit before tax

The Group's profit is stated after charging/(crediting):-

The Group's profit is stated after charging/(crediting):-

Amortisation of club membership	1	**	-	NM
Amortisation of deferred capital grants	(74)		(74)	0.0%
Depreciation of property, plant and equipment	3,585		3,518	1.9%
Depreciation of right-of-use assets	1,312		1,272	3.1%
Foreign exchange gain, net	(236)		(106)	122.6%
Government grants income	(505)		(1,360)	-62.9%
Interest expenses	373		407	-8.4%
Interest income - bank deposits	(1,932)		(204)	>+200%
Loss on disposal of property, plant and equipment	15		119	-87.4%
Rental income ^(Note 1)	(55)		(50)	10.0%
Write-back of expected credit losses on trade and other receivables	-		(26)	-100.0%
Write off of club membership	14		-	NM

Group			
6 months ended	6 months ended		Change
30-Jun-2023	30-Jun-2022		
\$'000	\$'000		%

Note 1 - Rental income comprises mainly of rental income from small administration office to subcontractors

NM - *Not Meaningful*

** - *Amount less than \$1,000*

5. Taxation

The Group's calculation on the period income tax expense using tax rate that would be applicable to the expected total annual earnings, the major components of income tax expense in the condensed interim consolidated statement of comprehensive income are:

Income tax expense

Group	
6 months ended	6 months ended
30-Jun-2023	30-Jun-2022
\$'000	\$'000
(78)	(60)

DYNA-MAC HOLDINGS LTD. AND ITS SUBSIDIARIES**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONT'D)****6. Earnings per share**

Earnings per share (based on consolidated net profit attributable to equity holders):-

Based on weighted average number of ordinary shares in issue (cents)

On a fully diluted basis (cents)

Weighted average number of ordinary shares in issue for calculation of basic earnings per share ('000)

Weighted average number of ordinary shares in issue for calculation of diluted earnings per share ('000)

Group	
6 months ended 30-Jun-2023	6 months ended 30-Jun-2022
0.98	0.30
0.98	0.30
1,034,310	1,026,554
1,034,310	1,026,554

For 1H2023 and 1H2022, the weighted average number of ordinary shares outstanding during the period for basic and diluted earnings per share is the number of ordinary shares outstanding at the beginning of the period, adjusted by the number of ordinary shares issued during the period multiplied by a time-weighting factor.

7. Property, plant and equipment

During the financial period ended 30 June 2023, the Group acquired assets amounting to \$658,240 (30 June 2022: \$1,638,810) and disposed off assets amounting to \$384,524 (30 June 2022: \$171,363).

8. Dividend

Ordinary dividend paid:

Final tax exempt one-tier 2022 cash dividend of 0.29 cents per share (2021: nil cent per share)

Group	
6 months ended 30-Jun-2023	6 months ended 30-Jun-2022
\$'000	\$'000
3,005	-

DYNA-MAC HOLDINGS LTD. AND ITS SUBSIDIARIES

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

9. Share capital

	30-Jun-23		31-Dec-2022	
	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 year	1,030,509	146,096	1,026,554	145,605
Issuance of new shares under share-based payment	5,701	832	3,955	491
End of financial year	1,036,210	146,928	1,030,509	146,096

Dyna-Mac Share Award Scheme 2021 (DMSAS 2021)

As at 30 June 2023, the number of contingent shares granted but not released were 7,295,600 (30 June 2022: 6,686,000) 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 7,295,600 under DMSAS 2021.

The Company does not hold any treasury shares as at 30 June 2023 and 30 June 2022.

10. Net asset value

	Group		Company	
	30-Jun-2023	31-Dec-2022	30-Jun-2023	31-Dec-2022
Net asset value per ordinary share based on existing share capital (cents)	4.94	4.19	10.89	11.27
Number of shares ('000)	1,036,210	1,030,509	1,036,210	1,030,509

11. Financial assets and financial liabilities

The financial assets and financial liabilities of the Group as at 30 June 2023 and 31 December 2022:

	Group		Company	
	30-Jun-2023	31-Dec-2022	30-Jun-2023	31-Dec-2022
	\$'000	\$'000	\$'000	\$'000
Financial Assets				
Cash and cash equivalents	128,558	185,432	965	4,305
Trade and other receivables	68,970	19,473	3	16
Deposits	1,195	811	-	-
Total undiscounted financial assets	198,723	205,716	968	4,321
Financial Liabilities				
Trade and other payables	69,276	78,974	184	220
Lease liabilities	26,999	28,584	-	-
Total undiscounted financial liabilities	96,275	107,558	184	220

DYNA-MAC HOLDINGS LTD. AND ITS SUBSIDIARIES

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

12. 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 year:

Transactions with a corporate shareholder and its related companies

Fabrication of topside modules and other ad-hoc services rendered
Sub-contracting and other ad-hoc services procured

Transactions with related company of a director

Corporate secretarial services procured

Group	
6 months ended 30-Jun-2023	6 months ended 30-Jun-2022
\$'000	\$'000
9,038	3,935
(2,264)	(425)
(21)	(20)

- (b) Key management personnel compensation

Key management personnel compensation is analysed as follows:

Directors

Short-term employee benefits
Post-employment benefits
Share-based payment

Senior Management

Short-term employee benefits
Post-employment benefits
Share-based payment

Group	
6 months ended 30-Jun-2023	6 months ended 30-Jun-2022
\$'000	\$'000
470	581
41	17
402	-
913	598
1,074	566
96	45
200	-
1,370	611
2,283	1,209

For the 6 months ended 30 June 2023, Teo Boon Hwee's remuneration was included under the Senior Management's category (6 months ended 30 June 2022: Director's category). He ceased to be alternate director to Lim Rui Ping of the Company with effect from 13 July 2022 and his remuneration thereafter was disclosed under Senior Management's category.

13. 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 2023, 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

In 1H2023, the Group achieved notable revenue growth of \$58.3m, marking a 47.0% increase to \$182.3m compared to \$124.0m in the six months ended 30 June 2022 (“1H2022”). The upswing in revenue was mainly attributed to higher progressive recognition from projects executed in 1H2023.

The Group’s gross profit also experienced substantial growth, increasing by 96.8% to \$24.6m in 1H2023, compared to \$12.5m in 1H2022. The boost in gross profit is mainly driven by higher revenue and improved profit margins in 1H2023.

Furthermore, other income witnessed a healthy rise, totaling \$3.5m in 1H2023, reflecting a 40.0% increase from \$2.5m in 1H2022. The rise in other income was mainly due to higher interest income, partially offset by a decrease in government grants.

Throughout 1H2023, the Group delivered consistently strong performance, with net profit reaching \$10.2m, marking an impressive 218.8% or S\$7.0m increase compared to \$3.2m achieved in 1H2022. The higher margin was made possible due to better utilisation of capacity by intensifying land use, improved productivity and tighter cost control.

Administrative expenses increased by \$6.3m or 54.3% from \$11.5m in 1H2022 to \$17.8m in 1H2023. This was mainly due to higher staff costs in 1H2023.

The income tax expense of \$0.1m in 1H2023 was attributable to income tax provision by its subsidiary.

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

Current assets

Total current assets decreased by \$8.0m from \$220.1m as at 31 December 2022 to \$212.1m as at 30 June 2023.

Cash and cash equivalents decreased by \$56.8m from \$185.4m as at 31 December 2022 to \$128.6m as at 30 June 2023 mainly due to lower collections from the projects carried out during the period.

Trade and other receivables increased by \$48.0m from \$30.1m as at 31 December 2022 to \$78.1m as at 30 June 2023 mainly due to higher project progress achieved during the period.

Contract assets decreased by \$0.2m from \$3.4m as at 31 December 2022 to \$3.2m as at 30 June 2023 mainly due to billings offset by project progress during the period.

Non-current assets

Non-current assets decreased by \$4.3m from \$55.5m as at 31 December 2022 to \$51.2m as at 30 June 2023 mainly due to depreciation of property, plant and equipment and right-of-use assets.

Current liabilities

Total current liabilities decreased by \$19.3m from \$209.2m as at 31 December 2022 to \$189.9m as at 30 June 2023.

Trade and other payables decreased by \$9.7m from \$79.0m as at 31 December 2022 to \$69.3m as at 30 June 2023 mainly due to final settlement and prompt payment to suppliers and sub-contractors.

Contract liabilities decreased by \$9.4m from \$127.6m as at 31 December 2022 to \$118.2m as at 30 June 2023 mainly due to decrease in advanced billings to customers.

Non-current liabilities

Total non-current liabilities decreased by \$1.1m from \$22.4m as at 31 December 2022 to \$21.3m as at 30 June 2023 mainly due to repayment of lease liabilities.

Lease liabilities (Current and Non-current) decreased by \$1.2m mainly due to repayment of lease liabilities.

Condensed Interim Consolidated Statement of Cash Flows

The Group registered a decrease in cash and cash equivalent of \$56.8m from \$185.4m as at 31 December 2022 to \$128.6m as at 30 June 2023.

Net cash flows used in operating activities in 1H2023 was \$51.7m mainly due to lower cash inflow from working capital.

Net cash flows used in investing activities in 1H2023 was \$0.7m mainly due to additions to property, plant and equipment.

Net cash flows used in financing activities in 1H2023 was \$4.6m 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.**

Looking ahead, while the global geopolitical and economic environment remains fragile, the Group remains optimistic about the offshore oil and gas activities as we tap on new opportunities.

To navigate these conditions successfully, the Group is dedicated to optimising operational efficiency by maintaining stable fixed overheads, controlling CAPEX while concurrently enhancing labour productivity. To further improve workers' productivity, the Group is reorganising workshops and intensifying land use within its yard. The Group is pursuing a JTC lease for a piece of land along Gul Road. In the interim, JTC has granted a temporary occupation license for purpose of soil investigation. The new piece of land will provide additional fabrication capacity for current and future projects such as Carbon Capture & Storage ("CCS") and hydrogen/ammonia's exotic piping.

Mr Lim Ah Cheng, Executive Chairman and CEO of Dyna-Mac, said *"Our team continues to deliver an impressive set of results for 1H2023 amid challenging inflationary cost environment and tight manpower situation. We will continue to improve our operational efficiency, building on our established track record and expanding production capabilities to meet growing demand. Our focus will be executing our projects successfully and delivering value to our customers."*

As of June 2023, the Group posted a net orderbook worth \$542.7m. The Group is encouraged by the strong level of inquiries received for projects in both Singapore and China, indicating promising opportunities on the horizon.

5. **Dividends**

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

No.

- (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**

Not applicable.

- (d) **Books closure date**

Not applicable.

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

No dividend has been declared (recommended) for the period ended 30 June 2023 as the Company needs to conserve cash for working capital and growth opportunities.

DYNA-MAC HOLDINGS LTD. AND ITS SUBSIDIARIES

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

7. Interested person transaction 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-2023 \$'000	6 months ended 30-Jun-2022 \$'000	6 months ended 30-Jun-2023 \$'000	6 months ended 30-Jun-2022 \$'000
PURCHASES AND OTHER EXPENSES					
Seatrium Sea Scan Pte Ltd (f.k.a. Keppel Sea Scan Pte Ltd) Purchase of pipes	Note 1	-	-	120	-
Green Scan Pte Ltd Subcontracting Services	Note 1	-	-	-	425
Asian Lift Pte Ltd Rental of floating crane/barge	Note 1	-	-	1,515	-
ST Engineering Marine Ltd Subcontracting Services	Note 1	-	-	629	-
REVENUE					
Seatrium O&G (Americas) Limited (f.k.a. Keppel Shipyard Limited) Subcontracting Services	Note 1	-	-	9,038	3,935

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.

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 2023 to be false or misleading in any material respect.

BY ORDER OF THE BOARD

Lim Ah Cheng
Executive Chairman and Chief Executive Officer
8 August 2023