

## Media Release

### Dyna-Mac Partners with Kim Heng to Capitalise on Opportunities in FPSO Module Fabrication Sector

- Memorandum of understanding (“MOU”) provides Dyna-Mac with options to execute projects in Kim Heng’s shipyards
- Opportunity for Kim Heng to participate in larger, more complex floating production storage and offloading (“FPSO”) module fabrication projects
- Win-Win collaboration gives Dyna-Mac and Kim Heng greater flexibility to address spikes in FPSO module fabrication demand

**SINGAPORE, 15 August 2023** - The board of directors (the “**Board**”) of Dyna-Mac Holdings Ltd. (the “**Company**”, and together with its subsidiaries, the “**Group**” or “**Dyna-Mac**”) is pleased to announce that Dyna-Mac Engineering Services Pte Ltd, the wholly-owned subsidiary of the Company, had signed a MOU with offshore marine services contractor Kim Heng Marine & Oilfield Pte Ltd, a wholly-owned subsidiary of Kim Heng Ltd. (“**Kim Heng**”) where Kim Heng will support Dyna-Mac on a preferred partner basis to carry out various projects from time to time.

The MOU has a term of two years and will automatically renew at the end of each term. This preferred partnership arrangement provides an option for Dyna-Mac to secure the use of Kim Heng’s yard facilities, and at agreed tariff rates for the entire term of the MOU.

With more than five decades of operations, Kim Heng has developed a wide range of capabilities in the offshore renewable, marine, as well as oil and gas industries, specialising in engineering, procurement, construction and installation support for these sectors. Its two shipyards in Singapore have a combined waterfront of 205 metres.

This win-win partnership offers Dyna-Mac greater flexibility to address the spikes in FPSO vessel module fabrication demand and allows the Group to further entrench its strategic presence in the FPSO module fabrication business through inorganic growth of its production capacity. Through the collaboration, Kim Heng will also benefit by participating in larger, more complex and valuable projects tapping on Dyna-Mac’s know-how and client base in the FPSO module fabrication business.

The FPSO module fabrication sector refers to a specialised segment within the oil and gas industry that focuses on the construction, assembly, and integration of modules intended for use on FPSO vessels. FPSOs are offshore facilities that combine the functions of production, storage, and offloading of oil and gas.

Mr Lim Ah Cheng, Executive Chairman and CEO of Dyna-Mac, said: ***“This mutually advantageous partnership between Dyna-Mac and Kim Heng aligns with the strategic vision of both companies, reflecting our shared commitment to providing enduring value for our respective shareholders. We continue to be on the lookout for relevant opportunities to collaborate with suitable, like-minded partners to expand our business***

***operations, leveraging on their expertise and resources to achieve sustainable long-term growth for the Dyna-Mac Group.”***

Thomas Tan, Executive Chairman and CEO of Kim Heng, said: ***“We are excited about our strategic collaboration with Dyna-Mac with a net order book of S\$542.7million as announced on 8 August 2023, which enables us to tap not only Dyna-Mac’s wealth of expertise, but also its extensive client network in the FPSO module fabrication sector. This partnership empowers us to engage in more substantial, intricate, and high-value projects, marking a significant step forward in Kim Heng’s pursuit of sustainable long-term revenue growth in the industry.”***

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**About Dyna-Mac**

Dyna-Mac is a global multi-disciplinary contractor who undertakes the detailed engineering, procurement, fabrication, construction and 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, green 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).

**About Kim Heng**

With over 50 years of experience, Kim Heng Limited (“Kim Heng”) and its subsidiaries (collectively, the “Group”) is an established integrated offshore and marine value chain services provider. Strategically based in Singapore, the Group offers a one-stop comprehensive range of products and services that caters to different stages of marine infrastructure projects and offshore oil & gas projects from oil exploration to field development and oil production. In keeping with the changing global energy scene towards cleaner energy forms, the Group has successfully ventured into the offshore renewable market. The Group will continue to broaden its service offerings to the clean energy and marine construction markets as part of its diversification away from the traditional oil and gas markets.

The Group’s operations are primarily located in Singapore, with two shipyards strategically located at 9 Pandan Crescent and 48 Penjuru Road. The shipyards, with a combined waterfront of 205 metres, enable Kim Heng to carry out a multitude of services, including

offshore rig repair, maintenance and refurbishment, fabrication, vessel newbuilding and afloat repairs as well as support new businesses in the renewable and marine construction markets.

As a one-stop solutions provider in offshore logistics, the Group has a fleet of quality anchor handling tugs, barges and cranes for both sale and rent. The Group also provides other services such as maintenance, trading and sale of heavy equipment.

Kim Heng has built its brand over the years and has established relationships with world renowned customers from over 25 countries in the regions of Asia, USA, Latin America, Australasia, Middle East and Europe.

#### **OFFSHORE WIND FARM SUPPORT SERVICES AND HORIZONTAL DIRECTIONAL DRILLING (“HDD”)**

- Fabrication & installation of different offshore turbine foundations, monopiles, tripods, jackets, suction buckets & gravity base structures
- Operation & maintenance services
- Marine transportation of windfarm components
- Experienced turnkey HDD contractor to undertake in submarine cable laying and pulling

#### **OWNER & OPERATOR OF OFFSHORE SUPPORT VESSELS**

- Rig towage and mobilisation
- Offshore transportation of extra-large cargo

#### **OILFIELD SERVICES**

- Construction and fabrication works of components for drilling rigs and vessels
- Installation of offshore production modules and systems
- Supply of offshore drilling and production equipment
- Logistics, general shipping, warehousing & inventory management
- Agency services and crew change

#### **SHIPBUILDING & SHIP REPAIR**

- Newbuilding of vessels (Tugs, Pipe-Lay Barges, Power Barges, Accommodation Work Barges etc.)
- Purchase and refurbishment of vessels for onselling
- Afloat repairs, maintenance and refurbishment of offshore rigs, platforms & vessels

#### **MARINE CONSTRUCTION**

- Leasing, sale, maintenance, import and export of heavy equipment
- Wide range of equipment and machineries including crawler, lorry and mobile cranes
- Salvage and diving services