



Lamprell signs transformational JV agreement with **Saudi Aramco, Bahri and HHI**

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MESSAGE FROM THE CEO

First and foremost, I am delighted to confirm that on 31 May, following many months of negotiations, Lamprell signed a joint venture agreement with Saudi Aramco, Bahri and HHI to establish and operate a maritime yard in the Kingdom of Saudi Arabia. I am further pleased to confirm that at an extraordinary general meeting held on 26 June, our shareholders voted and approved the notion to go ahead with the JV and we, along with our partners, now look forward to making the project a reality.



This is a very exciting project and it has the unanimous support of the Lamprell Board of Directors and management team, and our shareholders have also voted overwhelmingly in favour of the project. Critically, it provides Lamprell with a point of entry to the Saudi market with exposure to Saudi Aramco, the world's largest oil company. Lamprell has had minimal exposure to the Saudi market despite having been in the Middle East for more than 40 years. It also strengthens our position as a leading fabricator in the region and gives us opportunities for obtaining new contract awards from other workstreams including some work being subcontracted from the yard to Lamprell in the UAE. One of our goals is to become one of Saudi Aramco's LTA

contractors and that process is well under way. There will be challenges, without doubt, but all of this translates into a project that will be transformational for Lamprell's future growth prospects, and it can take Lamprell's profile to the next level. You can read more about this JV in detail on [pages 4 to 8](#).

Lamprell will continue to develop our existing UAE business as we look for new projects to fill our UAE yards, particularly in the EPC and renewables sectors (notwithstanding the prolonged market downturn). We see these as strategic growth opportunities for Lamprell and this Saudi opportunity is also part of our drive to broaden our addressable markets and to diversify our revenue streams.

We continue to focus on business development within our management team and with that in mind we welcomed Peter Ireton who joined Lamprell in May as Vice-President of Business Development reporting directly to me. Peter has almost 30 years' experience in the oil and gas EPC industry, including eight years with the former Davy McKee/John Brown organisation, 11 years with KBR, three years with the Wood Group and the last seven years with Petrofac. For the last 15 years Peter has been developing markets and client relationships in the Middle East, Africa and Eastern Europe and I am confident that this new addition to my team will be crucial in securing new future work for Lamprell.

In addition, I am pleased that Iain Walker has joined Lamprell as Vice-President HSESQ, also reporting directly to me. Iain joins us from Amec Foster Wheeler in Abu Dhabi where he was VP HSSE for their Europe, Middle East and Africa regions overseeing HSSE across a range of major upstream and downstream projects. He has 27 years' health, safety and environmental experience in the oil and gas industry including spells with the Wood Group, SBM, KBR, Petrofac, COSL Drilling and eight years with Amec Foster Wheeler.

Another notable achievement which I must mention is that in Q2 we successfully delivered a ninth jackup drilling rig, "Al Lulu", to NDC our biggest UAE based client. The series of nine rigs were all built at Lamprell's facilities in the UAE, for use in the UAE and we are proud of this achievement. This successful project delivery would not have taken place without close teamwork and the strong relationship, lasting almost a decade, between Lamprell and NDC which you can read more about on [page 9](#).

As we move into the second half of 2017 our focus is firmly on winning new work, managing our costs, delivering our current projects and of course the launch of the Saudi Maritime Yard project.

Christopher McDonald
CEO

HSES DEPARTMENT UPDATE

Sustainable transport helps prevent undue emissions

To help ensure that Lamprell transport vehicles are utilised in a manner which prevents undue emissions and fuel wastage, the company commenced installation of swipe machines in its transport buses. This initiative tracks the occupancy rates of personnel on different bus routes provided by the company and enables

the reduction or increase in bus services and sizes where appropriate, with the aim of obtaining the corporate target of 75% occupancy of all bus services. This initiative is another example of Lamprell implementing processes which benefit the organisation and are aligned with our environmental and sustainability goals.



Lamprell have installed swipe machines in their transport buses to help optimise usage and reduce their impact on the environment

Lamprell volunteers collected 290kg of waste off UAE beach



Lamprell volunteers collected 290 kilograms of waste off a beach in Hamriyah as part of a UAE based "Clean Coastline" event

In April, a group of Lamprell's administration and yard based employees took part in the inaugural UAE "Clean Coastline" event. This initiative, organised by Lamprell's HSES team, involved partnering with waste management contractor, Bee'ah to clean a beach in close proximity of Lamprell's Hamriyah yard. The event was a great success with volunteers collecting a sizeable 290 kilograms of waste, which

would otherwise have posed a serious risk to marine and bird life. This type of initiative embraces the concept of "Think Global – Act Local", which is a fundamental notion in sustainability action around the world where people and companies are aware of the impact they have on global environmental pollution and climate change, but act and make a difference within their local area of operations. Lamprell,



as an environmentally responsible organisation, intends to run this event again in the future.

Ozone depleting substance management

Ozone depleting substances (ODS) are some of the most harmful gases when emitted to the earth's atmosphere. These gases are used as refrigerants in cooling systems such as fridges and building air conditioning throughout the world. To ensure that Lamprell prevents the release of ODS emissions, the company always manages these materials utilising best-practice handling and disposal techniques. This includes segregation of ODS refrigerant cylinders and disposal via specialist, approved vendors, who capture and treat the ODS prior to disposal, thus helping prevent global warming. As an environmentally conscious organisation, Lamprell is constantly looking for ways to reduce its potentially harmful emissions in its operations.

JOINT VENTURE AGREEMENT

Lamprell signs transformational JV agreement with Saudi Aramco, Bahri and HHI

The King Salman International Complex for Maritime Industries & Services consists of four zones. Lamprell will be the technical partner for zones A and D while HHI will be the technical partner for zones B and C



Lamprell has officially entered into a Joint Venture agreement with Saudi Aramco, Bahri and HHI to establish, develop and operate a Maritime Yard in the Kingdom of Saudi Arabia. Lamprell CEO Christopher McDonald signed the JV agreement on 31 May alongside Jongchul Kim of HHI, Ziad Al Murshed of Saudi Aramco and Ali Al Harbi of Bahri



After receiving shareholder approval at an extraordinary general meeting held on 26 June, Lamprell is pleased to confirm that the Group has achieved final investment decision in relation to the Joint Venture agreement that it signed with Saudi Aramco, Bahri and HHI on 31 May. Under the agreement, the parties will form a joint venture company (JVCo) which will establish, develop and operate a Maritime Yard in the Kingdom of Saudi Arabia. This is a cornerstone project in the Saudi 2030 Vision and will help Lamprell to develop a close connection with our partners and Saudi Arabia.

This significant transaction will not only make Lamprell a participant in one of the largest yards in the Arabian Gulf, but also provide access to the most important market in the industry. Participation in this JVCo will enable growth in scale beyond Lamprell's capability as a stand-alone entity and will allow the company to

strengthen its competitive position through efficiencies, diversification and broader reach.

The Maritime Yard will provide a broad range of services with the primary focus on the construction, maintenance and repair of offshore drilling rigs and vessels, and forms part of a development known as "The King Salman International Complex for Maritime Industries & Services".

The area of the yard is expected to be approximately 4.3 square kilometres extending along the coast of Ras Al-Khair. It will comprise of four main production zones, A, B, C and D. Lamprell will be a technical partner for two zones, A & D. Zone A will be used to provide maintenance, repair and overhaul services for jackup drilling rigs and vessels, whereas zone D will be used for the construction of jackup drilling rigs. HHI will be the technical partner for Zones B and C, being the zones that

will construct and undertake services for offshore support vessels and for commercial vessels respectively.

Saudi Aramco's parent company, Saudi Arabian Oil Company, will enter into a master offtake agreement with JVCo under which it will agree to purchase, or procure the purchase of a minimum of 20 jackup drilling rigs which equate to approximately two rigs per year for 10 years, as well as offshore support vessels and MRO services for jackup drilling rigs and offshore support vessels operating on Saudi Arabian Oil Company's offshore assets. Bahri will enter into an offtake agreement with JVCo pursuant to which they will purchase a large quantity of commercial vessels in order to satisfy their business and operational requirements over a ten year period. This includes both VLCC's and many other types of commercial vessels, as well as MRO services for these vessels.



Saudi King Salman bin Abdulaziz Al Saud laid the cornerstone of the giant, multi-billion maritime complex, near Jubail in the Eastern Province of Saudi Arabia in December 2016 which has been named after him as "The King Salman International Complex for Maritime Industries & Services"

When fully constructed Lamprell expects that the Maritime Yard will be the largest in the Arabian Gulf in terms of production capacity and scale. The yard is expected to be partially operational by 2019 and fully operational by 2022. Lamprell will invest up to a maximum of US\$ 140 million over the course of the construction of the Maritime Yard from existing financial resources and future cash flows, and will hold 20% of the JVCo's issued share capital. The JVCo will be run by a nine member board of managers and Lamprell will be entitled to appoint two of the nine members.

Not only does this project provide a critical point of entry into the Saudi market with exposure to the world's largest oil company, Saudi Aramco, it also enables Lamprell to diversify its global reach, broaden its sector & product expertise as well as strengthen the Group's position as a leading fabricator in the region.

The JVCo is also expected to increase revenue generating opportunities for Lamprell within the UAE. Firstly, significant component parts of the first two jackup drilling rigs are expected to be subcontracted to Lamprell's UAE facilities during the construction phase of the Maritime Yard. Secondly, an opportunity exists to pre-qualify with

Saudi Aramco to bid on future non-rig related LTA work through Lamprell's existing business structures. In addition, Lamprell is looking to develop further ways to build its local content and operational capabilities within Saudi Arabia to support both the Saudi Maritime Yard and any potential work for Saudi Aramco.

Given Lamprell's relatively modest size compared to its partners, we are proud to have been selected for our technical expertise and to be part of this project with world-leading industry players. We recognise that this is a cornerstone project in the Saudi 2030 Vision and we will work closely with our partners to deliver this project while at the same time not losing sight of our ongoing UAE business.

The transaction is aligned with the Boards long term vision of broadening the Company's client base and addressable markets, developing strategic partnerships, and we look forward to working with our JV partners to establish the Maritime Yard.

For a more detailed account of the JVCo agreement please visit Lamprell's website.

**One Team
One Goal
Success Delivered**

رؤية
2030
المملكة العربية السعودية
KINGDOM OF SAUDI ARABIA



Lamprell will be a technical partner for zones A & D. Zone A will be used to provide maintenance, repair and overhaul services for jackup drilling rigs and vessels, whereas zone D will be used for the construction of jackup drilling rigs



NEW BUILD JACKUP RIG NEWS

Nine new build jackup rigs successfully delivered to NDC over 8-year period



Rig "Al Lulu"

Rig "Al Hudairiyat"



Rig "Al Gharbia"



Rig "Butinah"



Rig "Shuwehat"

Rig "Marawwah"

Rig "Qarnin"



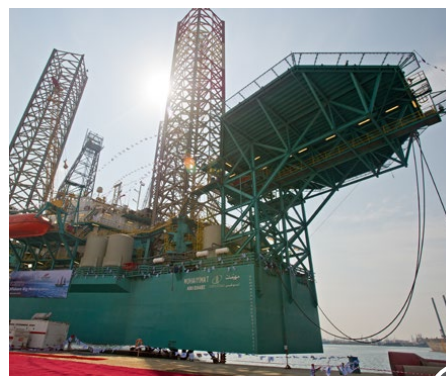
Rig "Muhaiyimat"

Rig "Makasib"

With a relationship spanning almost a decade, Lamprell and National Drilling Company (NDC), an Abu Dhabi National Oil Company (ADNOC) Group company, have worked together tirelessly over the last eight years to successfully engineer, project manage, fabricate and deliver nine new build jackup rigs for use by NDC in support of its drilling operations for the ADNOC Group of Companies. Following the first contract signing for the rig "Makasib" back in July 2010, Lamprell delivered its ninth rig, "Al Lulu" in April 2017. This is a trip down memory lane and Lamprell's successful delivery history for the nine NDC jackup rigs:



NDC and Lamprell representatives complete a tour on the first rig "Makasib", which was delivered in July 2012



The NDC rig "Muhaiyimat" was delivered in November 2012



Former Lamprell CEO's Peter Whitbread (left) and Jim Moffat (right) with NDC CEO Abdalla Saeed Al Suwaidi (centre) at the NDC "Qarnin" rig naming ceremony



The NDC "Marawwah" inauguration ceremony was held on 29 May 2014



The NDC rig "Shuwehat" was delivered in December 2014, in the presence of Sheikh Saud bin Khalid bin Sultan Al Qasimi, Advisor at the office of the Ruler of Sharjah



NDC rig "Butinah" sails away from Lamprell's Hamriyah facility in May 2015

'15



NDC rig "Al Gharbia" was delivered in December 2016

'16



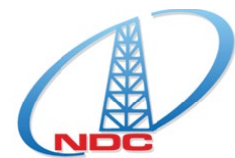
The ribbon for the unveiling of NDC rig "Al Hudairiyat", which was delivered in February 2017, was cut in the presence of Sheikh Saud bin Khalid bin Sultan Al Qasimi, Advisor at the office of the Ruler of Sharjah, Abdulmunim Saif Al Kendi, ADNOC Director of Upstream Directorate, NDC CEO Abdalla Saeed Al Suwaidi and Lamprell CEO Christopher McDonald along with representatives from both companies

'17



The final rig in a series of nine, "Al Lulu" was delivered in April 2017. Sheikh Salem bin Abdulrahman Al Qasimi, Chairman of the Sharjah Ruler's Office (centre) and NDC CEO Abdalla Saeed Al Suwaidi (left) present Lamprell CEO Christopher McDonald (right) with a gift after successful close out of the final rig

'17



شركة الحفر الوطنية
NATIONAL DRILLING COMPANY

"Al Lulu" was Lamprell's 28th new build jackup rig delivery since its listing in 2006. All nine NDC rigs were designed according to the Cameron LeTourneau Super 116E (Enhanced) Class design and were completed to the highest standards of quality using the latest in drilling system technology.

thank Lamprell for delivering these rigs to the highest standards of quality, the teamwork between the two teams has been tremendous and we are very proud of this achievement."

NDC Chief Executive Officer, Abdalla Saeed Al Suwaidi, commented: "NDC continuously upgrades its capabilities to deliver top tier, diversified, and sustainable drilling services at competitive cost to our clients across the ADNOC Group of Companies. NDC's partnership with Lamprell to manufacture these rigs in the UAE has made the country the first and only in the region capable of building such critically engineered, high-tech oil and gas rigs. I would like to

Also commenting on the delivery, Christopher McDonald, CEO for Lamprell, said: "I am proud to announce the delivery of this ninth rig which we have successfully delivered to NDC, a client with whom we have had a strong and successful partnership for many years. The series of nine rigs were all built at Lamprell's facilities in the UAE, for use in the UAE and we are proud of this achievement. We thank NDC for their business, their trust in Lamprell's capabilities and we look forward to continuing our strong relationship and working with NDC in the future."

BUILT IN THE UAE FOR THE UAE

OFFSHORE PLATFORMS UPDATE

East Anglia ONE project team celebrate steel cutting ceremony

The East Anglia ONE project team celebrated a steel cutting ceremony on 30 April at Lamprell's Jebel Ali facility. In attendance were members from both Lamprell and our client ScottishPower Renewables as well as their respective project managers. Work has officially commenced and the team is making progress.



A steel cutting ceremony was held on 30 April to mark commencement of work on the East Anglia project

E&C NEWS UPDATE

Lamprell Hamriyah facility achieves ASME certification

Lamprell is proud to announce that its E&C pressure vessel fabrication capabilities certification was extended in May. The Hamriyah facility has now attained ASME approval, which certifies its capability to manufacture, repair and modify products according to American Society of Mechanical Engineers (ASME) 'U', 'U2', 'S' and National Board 'R'

and 'NB' standards. The ASME certification mark, which is regarded as the hallmark of acceptance and certification, is used to indicate that stamped items conform to the ASME boiler and pressure vessel codes. These certifications are an extension of the Sharjah E&C division which has held the ASME certification since 1993.

ASME audit held in Sharjah



Lamprell's E&C team has successfully renewed its ASME pressure vessel construction certificate

An ASME audit for the certification of pressure vessel construction was successfully carried out in Lamprell's Sharjah facility in May and the certificate has been renewed up until 2020.

E&C team wins pressure vessel project

Lamprell's E&C team was awarded a contract in February for the fabrication of 18 pressure vessels, followed by an additional six in April for a prestigious Alumina Refinery project in the UAE. The award came from Emirates Global Aluminium with Bechtel & Petrofac consortium

selected as the EPCM contractor. The contract includes options for transportation, load out and material procurement. The pressure vessels will be designed in accordance with ASME guidelines with completion expected in Q4 2017.



Lamprell was recently awarded a pressure vessels project by Emirates Global Aluminium

Sajaa gas field maintenance service contract progressing as planned

Lamprell's E&C group continues to provide support services including project management, surveys, engineering, procurement support, construction, repair,

maintenance and other activities under its ongoing maintenance service contract with Sharjah National Oil Corporation. The work scope is spread across the gas plant, its

well sites, flow and trunk lines and its LPG and condensate terminals, which are all located in Hamriyah. The E&C team ensure that the work is performed in compliance

with client specifications, they consistently strive to meet the client's high safety standards and all works are progressing well.

E&C and ENOC Horizon Terminal celebrates World Safety Day

Lamprell's E&C group continues work on the ME&I upgrades within the JAFZA Horizon Storage Terminal. The scope is progressing as planned and will be completed in Q3 2017. The project has an ongoing perfect safety record with no recordable incidents to date. The project

team celebrated World Safety Day with the client's team and ENOC management on 10 May. The event involved several quizzes and competitions on safety issues and reinforced the focus on personal and work place safety.



Dubai Supply Authority awards two contracts to Lamprell

Lamprell E&C team have been awarded two contracts by Dubai Supply Authority "DUSUP", which operates the gas supply, transportation and distribution network in Dubai. The first contract is for support services for vessel and tank inspections

at their Margham plant, while the second is a re-certification project for its M12 super duplex flow line. This will include civil works, cutting, fabrication and welding of the existing line, as well as hydro testing, pre-commissioning and commissioning.

dusup هيئة دبي للتجهيزات
Dubai Supply Authority



LRS NEWS BRIEF

Schlumberger's land rig projects progressing well



Progress in Hamriyah is ongoing for the two land rig projects recently awarded to Lamprell by Schlumberger

Lamprell's LRS division was selected as the rig builder for Schlumberger's new design of 2000HP land rigs, with two new build rigs being awarded in Q1. Fabrication works for the projects commenced in March and to date trial assembly of the mast, substructure and mud tanks for the first rig "501" were completed on schedule. Upcoming milestones for rig "501"

include commissioning of the engine and VFD which is expected to be complete in Q3. Fabrication work on the second rig "502" has also commenced and is progressing well. Both project teams are working well together and compliments have been expressed by the client's management team on the excellent teamwork shown between Lamprell and Schlumberger.

RIG REFURB UPDATE

Master Marine project kicks off

The Master Marine "Haven" upgrade project is progressing well with the Lamprell Hamriyah facility scope approaching 50% completion. The rack and chord sections are being fabricated in Houston and will be assembled in the Hamriyah yard; the first lot of the leg sections have been received on site and are being joined together. There is good progress on the welding of the caisson skirts with the groups of three caissons being connected to form

each leg. The project is now entering an intensive phase of the construction plan. The key stakeholders and subcontractors involved in the Norway scope of the Master Marine upgrade works assembled in Arendal, Norway in May where Lamprell hosted a hazard identification forum which included a visit to the vessel "Haven". The heavy lift crane vessel subcontract was awarded to Boskalis making use of the "Asian Hercules 3" which will install the new



legs and caissons being fabricated in Lamprell's UAE facilities on to the Haven in Norway. The project continues to progress with zero recordable incidents, having completed over 670,000 manhours on the

project to date. This is a major achievement for all involved and the client and Lamprell project teams will strive to maintain similarly high standards throughout the remainder of the project.



Fabrication work is ongoing in Lamprell's Hamriyah yard for the Master Marine project

Noble's rig "Tom Prosser" undergoes refurbishment ahead of new contract

The Noble rig "Tom Prosser" arrived at Lamprell's Sharjah Facility in early December last year and was initially scheduled to be stacked on the breakwater location at Port Khalid. However, the rig picked up a contract and has been undergoing refurbishment and upgrade works to prepare for its

new award. This has involved ensuring that all equipment is serviced and working properly together with carrying out regular maintenance and cleaning works throughout the rig. The works are underway and the rig will be ready to mobilise to its new contract in Q3.



Noble's "Tom Prosser" jackup rig will depart Lamprell's Sharjah facility in Q3 for a new contract after undergoing refurbishment and upgrade works

Japan Drilling Company rig "Hakuryu 12" undergoes upgrade

The "Hakuryu 12" rig which is operated by JDC arrived in Lamprell's Port Khalid facility in December 2015 after a short contract in South America. The rig will be deployed to fulfil a new drilling contract in the Middle East in Q3 and is currently undergoing a number of upgrades for it to comply with the requirements of its new contract. These have included the installation of new equipment together with carrying out regular maintenance works to ensure the rig is ready to go to work.



"Hakuryu 12", operated by Japan Drilling Company, is undergoing upgrade work before being deployed to work in the Middle East region later this year



Maintenance, surveys and inspections are being carried out on Jindal's "Discovery 1" rig

Jindal "Discovery 1" inspections being carried out

Jindal's "Discovery 1" rig arrived at Lamprell's Hamriyah facility in March 2017 after completing a contract in India for ONGC. A number of upgrades, periodic surveys and maintenance works will be carried out with active involvement of the yard while

it is on the Lamprell quayside. Additionally, the Lamprell API workshop is carrying out a number of inspections and overhauls on drilling equipment to ensure all the equipment is properly certified prior to being redeployed.

HR & GENERAL NEWS

O&M division update

In June Lamprell's O&M division secured a new support services contract with McDermott Middle East for the manpower supply of 60 electrical tradesmen and supervision staff at their Jebel Ali facility.

The O&M team also successfully completed a recent recruitment drive consisting of over 100

welders, 100 fabricators and 70 scaffolders who will work on new projects at Lamprell's three main facilities in Sharjah, Jebel Ali and Hamriyah. While the new tradesmen will cater mainly to the group's recent additional requirements, they will also replace third party subcontracts, thereby reducing operating costs.

Finally, O&M also recently honoured employees with long service awards for completing 20 & 25 years of exemplary service. A total of 24 Lamprell employees stationed at DPE's offshore facilities were recognised for service exceeding 20 years, a noteworthy achievement.

60 ELECTRICIANS
100+ WELDERS
100 FABRICATORS
70 SCAFFOLDERS



Good posture is good health

With recent new studies revealing that sitting for more than six hours can cause more harm than smoking a pack of cigarettes, Lamprell's HR department felt that an awareness session on the effects of sitting for long periods of time, office ergonomics and good posture would be beneficial for all our office based employees. To get some insight on the topic, Tim Garrett, a specialist from "Corporate Wellness Dubai" was invited to Lamprell's premises to give

a talk and demonstration. The event, which was held in April, consisted of a 20-minute presentation followed by a 40-minute demonstration of simple exercise routines that can be embedded in employees' daily lives. Employees in Sharjah, Jebel Ali and Hamriyah enjoyed the event and went back to their desks armed with various adjustment techniques. This was yet another successful event rolled out as part of Lamprell's health and wellness program.



Tim Garrett from Corporate Wellness Dubai



An office ergonomics wellness demonstration took place in April for all Lamprell office based employees

Financial awareness session held for employees

April is widely known as the official “National Financial Literacy Month” and in support of this, Lamprell’s HR department arranged a financial awareness session which was delivered by subject matter experts to interested Lamprell employees. The aim of the session was to teach employees how to establish and maintain

healthy financial habits. Regardless of the day, month or year, money management is something everyone needs to work on every day. The event was well attended with many questions asked and employees left with a number of tips they can use to better manage their finances.



A “Financial Literacy” event was held for employees in April

Global “Wings for Life” challenge completed



Lamprell employees took part in the global “Wings for Life World Run”

Ten Lamprell employees took part in the “Wings for Life World Run” which was held at the Dubai Autodrome on Sunday 7 May, helping to raise money for spinal cord treatment. The event, which is growing in popularity year on year, took place at the same time across 58 countries and

111 locations. This is a race with no finish line. Instead, an interesting concept to add a bit of fun to the event has been incorporated. Half an hour after the race starts, a moving finish line, the ‘Catcher Car’ chases runners along the course, gradually getting faster until each one is caught. Lamprell employee

Joselito Aquino ran a total of 12.69km followed closely by Piotr Jaworski at 11.05km, before the ‘Catcher Car’ caught up with them. Other Lamprell runners who were also caught included Muhammad Adnan, Shinoy Thomas, Irfan Khan, Ajithkumar Surendran, Luisa Nimez, Suraj Kumar,

Mohammad Ali Jami and Emily Dela Pena. A total of 155,288 registered participants from across the world collectively raised €6.8m (US\$7.5m) for this worthy cause. Congrats go out to Team Lamprell for taking part in this event.

Townhall presentations held by Lamprell CEO



Employees attended one of five CEO Town Hall sessions presented by Lamprell CEO Christopher McDonald in April

Lamprell CEO Christopher McDonald invited admin employees to attend his biannual CEO Town Hall presentations on 12 & 13 April, shortly after Lamprell announced its full year financial results for 2016. Presenting to different groups a total of five times to cover all of Lamprell's facilities in the UAE, each event lasted approximately 30 - 40 minutes with a Q&A at the end. Christopher covered safety statistics, recent operational developments, employee news, KPI's, upcoming developments & opportunities as well as near term outlook, challenges and priorities. The events were well attended with the next due to be held post the Group's interim results later this year.

Employees attend UAE summertime health talks

The UAE experiences some of the most extreme summer weather conditions with temperatures that can rise up to 50 degrees Celsius. This year, Ramadan coincided with the peak summer months and Lamprell management felt it was important to advise employees to take care of themselves during the extreme heat and while fasting. With that in mind, Lamprell's HR department arranged a health talk around this topic in May. A presentation on "Healthy Eating, Summer Nutrition and Ramadan Tips" was presented by Dietician, Ayat Jamal from Anglo Arabian Healthcare to employees in Lamprell's three main UAE based facilities. Dr Jamal talked about what precautions that those fasting during Ramadan would need to take in order to stay energetic throughout the month. He also covered general topics for non-fasting staff including how to follow a healthy diet, get proper sleep and regular exercise during the summer months. The talks were well attended and much appreciated by all staff.



Employees attended summer awareness health talks in Lamprell's UAE based facilities in May ahead of Ramadan

Lamprell's long serving employees retire



Archie Fernandez accepts a token of appreciation from Lamprell CEO Christopher McDonald



Lamprell CEO Christopher McDonald wishes Sadashiv Acharya a happy retirement

Two of Lamprell's longest serving employees, Archie Fernandez and Sadashiv Acharya recently retired from Lamprell after spending a combined total of 73 years with the company. Archie joined Lamprell in 1980 as a Fabricator and spent a total of 37 years with the company. He worked in a number of roles including Senior Supervisor, Project Engineer, Deputy Project Manager and Yard Manager. Sadashiv

joined Lamprell in 1981 initially as a Carpenter and held roles including Charge Hand, then Foreman and finally ending his 36-year career as a Carpentry Supervisor. In addition, Lamprell also bid farewell to another long-serving employee Suresh Chellappan who joined Lamprell in 1988 as a fabricator spending a total of 28 years with the company. He progressed his career up through a variety of

roles and finally ended his career as the Yard Manager for Lamprell's LRS division. Lamprell is committed to progressing its employees' careers as well as creating opportunities and these three gentlemen are testament to that. Refreshments were served at the ceremonies held for each long serving employee with their colleagues in attendance. They are now enjoying a well-deserved retirement.



A farewell ceremony was held for Archie Fernandez, one of Lamprell's longest serving employees, after spending 37 years with the company



Lamprell held a farewell ceremony for Sadashiv Archaya wishing him well on his retirement after spending 36 years with the company



Suresh Chellappan spent 28 years with Lamprell and recently retired as Yard Manager for Lamprell's LRS division

New rolling machines installed at Lamprell facilities

Lamprell has installed two new plate rolling machines in its Jebel Ali and Hamriyah facilities as part of Project Evolution phase 2, its productivity improvement initiative. The Jebel Ali facility now has a Haeusler 4-roll plate bending machine (VRM-hy 4000-1811 model) which is a four-meter-wide rolling unit and is capable of full CNC control. The machine was manufactured in Switzerland. Meanwhile, in the Hamriyah yard, a Davi 4-roll plate bending machine (MCB X-42 model, built in Italy) has been installed, also with full CNC control. The Davi machine in Hamriyah has been in production since late April while the Haeusler machine began production in early May. The machines were purchased in order to increase the groups rolling capacities, beyond the previous limitations of rolling plates up to three-meter width. This is ultimately expected to improve productivity and efficiency within Lamprell's yards.



New rolling machines were installed in Lamprell's Jebel Ali and Hamriyah facilities as part of the Group's productivity improvement measures

Oil & Gas Middle East lists Lamprell 17th in top 30 EPC contractors

Oil & Gas Middle East magazine has listed its annual top 30 EPC companies that operate in the Middle East and North Africa's energy sector, with Lamprell bagging 17th spot. According to the magazine "The prosperity of the oil and gas industry has always relied on the way its projects have been engineered, built, managed and maintained. In times like these, when cost-optimisation and operational excellence drives are dictating the course of the energy industry, the role of EPC companies has grown manifold, as oil and gas operators heavily depend on these players to not only

deliver sterling projects, but also manage various expenses and take control of aspects that are associated with the overall success of a project. We have applied the same simple methodology for compiling the list as last year, which takes into account four factors: volume and value of contract wins in 2016 and Q1 2017; type of projects won; financial performance; and plans and contract bids currently in the pipeline." Thanks Oil & Gas Middle East for the mention and congratulations to all the companies that have been featured this year.











Glossary of Terms

ADNOC – Abu Dhabi National Oil Company
ASME – American Society of Mechanical Engineers
CCB – Coast Centre Base
CEO – Chief Executive Officer
DAFWC – Day Away From Work Case
E&C – Engineering & Construction
EGA – Emirates Global Aluminium
ENOC – Emirates National Oil Company
HR – Human Resources
LRS – Land Rig Services

LTA – Long Term Agreement
NDC – National Drilling Company
O&M – Operations & Maintenance
ODS – Ozone Depleting Substances
Q1, 2, 3, 4 – Quarter 1, 2, 3, 4
SNOC – Sharjah National Oil Company
TRIR – Total Recordable Injury Rate
UAE – United Arab Emirates
VFR – Variable Frequency Drives
VP – Vice President

Certifications:

<p>Bureau Veritas</p>  <p>ISO 9001:2015 ISO/TS 29001:2010 OHSAS 18001:2007 ISO 14001:2004 ISO 27001:2013</p>	<p>ASME</p>  <p>U, S, PP, U2</p>	<p>National Board</p>  <p>NB, R</p>									
<p>Monogram Licenses</p>  <table> <tr> <td>2B-0133</td><td>16C-0202</td><td>4F-0227</td></tr> <tr> <td>2C-0113</td><td>16D-0075</td><td>4F-0281</td></tr> <tr> <td>8C-0182</td><td>4F-0094</td><td>7K-0303</td></tr> </table>		2B-0133	16C-0202	4F-0227	2C-0113	16D-0075	4F-0281	8C-0182	4F-0094	7K-0303	<p>API - Q1</p>  <p>Q1-1322</p>
2B-0133	16C-0202	4F-0227									
2C-0113	16D-0075	4F-0281									
8C-0182	4F-0094	7K-0303									
<p>API QMS</p>  <p>2427</p>	<p>TRACE</p>  <p>TRACE CERTIFIED</p>	<p>International Institute of Risk and Safety Management</p>  <p>iirsm CORPORATE MEMBER February 2017 - January 2018</p>									

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