

ASX Announcement

Contract Award and Scope Increase

Dynamic Group Holdings Limited (ASX: DDB) ("Dynamic" or the "Company") is pleased to advise of a contract award to wholly owned subsidiary, Orlando Drilling Pty Ltd ("Orlando").

Highlights

- Reverse Circulation ("RC"), Air Core ("AC") and Diamond Drilling ("DD") contract awarded – initial 12 month term
- Further scope expansion at current tier 1 goldfields project
- Additional revenue of between A\$12m to A\$16m per annum
- Western Australia relaxed border restrictions enabling access to domestic labour
- Investment made in securing international specialised labour

The newly awarded contract to Orlando is with Round Oak Minerals, a subsidiary of Washington H Soul Pattinson and Company Limited (ASX: SOL) at their Jaguar project, located in the Goldfields region of Western Australia. The initial term of this contract is 12 months, with provision for an extension of term.

Adding to Dynamic's existing portfolio of long-term mining, construction, and exploration drilling projects, the contract has been awarded to Orlando for the purposes of RC, AC and DD drilling. The combined value of the new contract, as well as additional scope on existing drilling projects unrelated to Round Oak Minerals, is estimated to generate between A\$12m and A\$16m of additional revenue per annum.

The new project provides the Company an opportunity to capitalise on its service capability across the Goldfields region and optimise its drilling operations for additional explorers and producers in the region when there is capacity.

Relaxed entry requirements to Western Australia have allowed the Company to re-engage East Coast based personnel for current and upcoming projects, helping mitigate the labour challenges currently being experienced within the industry. Dynamic has also invested in sourcing heavy duty fitters (during 1HY22) with the required training and expertise from international jurisdictions and the Company looks forward to welcoming the personnel in the coming months.

Dynamic continues contract discussions which are at various stages with multiple parties. The Company is experiencing a sustained and strong level of enquiry resulting in a significant pipeline of opportunities for short, medium and long term projects.

-ENDS-

This announcement has been authorised by the Board of Dynamic Group Holdings Limited.

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About Dynamic Group Holdings Limited

DDB holds two wholly owned subsidiaries, Dynamic Drill & Blast Pty Ltd and Orlando Drilling Pty Ltd.

Dynamic Drill & Blast Pty Ltd is a supplier of drilling and blasting services to clients in the mining and construction sectors in Western Australia and has a highly experienced executive management team focused on quality service provision, employee safety and providing solutions. Dynamic Drill & Blast Pty Ltd focuses on mining and construction projects within a range of commodity sectors, including iron ore, nickel, lithium and gold.

Orlando Drilling Pty Ltd is a Western Australian based company providing grade control, exploration and resource definition drilling services to the mining industry since 2007, utilising its fleet of AC, RC and diamond drill rigs and experienced personnel.

DDB's significant project pipeline is based around medium to long term contracts. DDB also undertakes short term specialised drilling and blasting projects.

DDB is committed to business and quality management systems that provides the framework for its personnel to achieve its customer's measurable objectives, while using continual improvement initiatives to strive for best practice performance.

Since incorporation, DDB has developed comprehensive policies, procedures and processes that aid the safe, high quality, effective and efficient provision of services.

Forward-Looking Statements

This document may include forward-looking statements. Forward-looking statements include, but are not limited to, statements concerning Dynamic Drill and Blast Holdings Limited's planned work and other statements that are not historical facts. When used in this document, the words such as "could," "plan," "estimate," "expect," "intend," "may", "potential", "should," and similar expressions are forward-looking statements. Although Dynamic Drill and Blast Holdings Limited believes that its expectations reflected in these forward-looking statements are reasonable, such statements involve risks and uncertainties and no assurance can be given that actual work will be consistent with these forward-looking statements.