

# THE SEASPAN SHIPYARDS REPORT

I am pleased to welcome you to the inaugural edition of the Seaspan Shipyards Report. It's the first issue of what we are excited to announce will be a regularly produced and electronically distributed newsletter.

As part of this update, we will showcase key project information and news as it relates to our proud role—and the momentum we are creating across the country—as the Government of Canada's National Shipbuilding Procurement Strategy (NSPS) Non-Combat Capability provider.

Since Seaspan and the Government of Canada signed the NSPS Umbrella Agreement in February of 2012, we have been busily preparing for the construction of Non-Combat vessels for delivery to the Canadian Coast Guard (CCG) and Royal Canadian Navy (RCN). In just over three years, the transformation of Seaspan Shipyards has been nothing short of incredible. Not only have we constructed a new, privately funded (under budget and ahead of schedule), state-of-the-art shipyard tailor-made to support Seaspan's role as the NSPS Non-Combat Capability provider, we take great pride in saying we are now the most modern facility in North America. We have established a shipbuilding and ship repair Centre of Excellence right here on the West Coast of Canada in both Victoria and Vancouver; something we proudly believe exemplifies Seaspan's commitment to preparing its equipment, facilities and people to build ships for Canada.

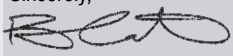
At Victoria Shipyards, we have over 800 people that continue to provide service to the Royal Canadian Navy (RCN) as we support the rehabilitation of the Victoria-class submarines through the Victoria In-Service Support Contract (VISSC), and the refit of the Halifax-class frigates for the Halifax-class Modernization/Frigate Life Extension (HCM-FELEX) Program. We take great pride in our role as a trusted and reliable partner to Canada and its sailors.

Seaspan is ready to begin construction of the first CCG vessel under the NSPS at our newly built facilities on the North Shore of Vancouver and in our first edition of the Seaspan Shipyards Report we provide an overview of the first class of vessels - the Offshore Fisheries Science Vessel (OFSV).

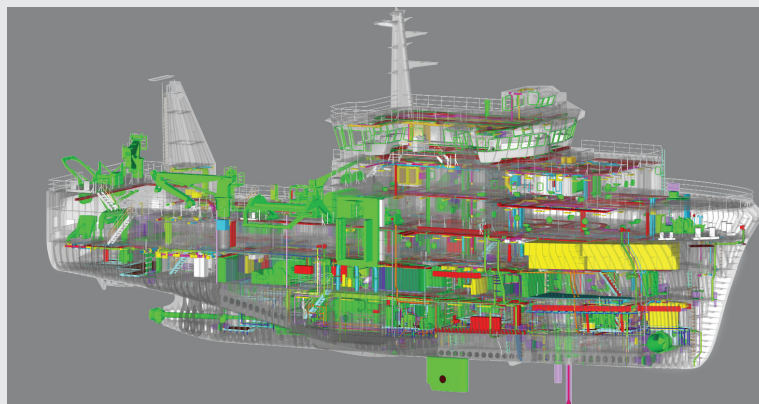
We trust you will find this publication both informative and helpful, and I also invite you to visit our website at: [www.seaspan.com](http://www.seaspan.com) for additional information.

Should you have any questions or comments, or simply wish to help support the NSPS and Seaspan's role within it, please contact Tim Page at [tpage@seaspan.com](mailto:tpage@seaspan.com).

Sincerely,



Brian Carter, President  
Seaspan Shipyards



**Offshore Fisheries Science Vessel (OFSV)**  
Canadian Coast Guard

Rendering provided with permission of the Canadian Coast Guard

OFSV is a replacement class to four CCG vessels home-ported on both coasts. The vessels will support critical scientific research and ecosystem based management off the Canadian coast. OFSVs will conduct fisheries and oceanographic survey missions, sampling at up to 2,500 m depth. Design priorities will be for quiet operations and modern deck trawl gear.

The numbers	3 vessels
Highlights	Modern gear for surveys up to approximately 2,500 m depth. Quieted operations
Displacement	Approximately 3,200 tons
LxW	63.3 m (208 ft.) x 16 m (52.5 ft.)
Speed (maximum)	Approximately 12.5 knots
Endurance	Sustained operations for 31 days
Crew	36 (approximately 23 core/ approximately 13 science)

## | Seaspan Shipyards in the News |



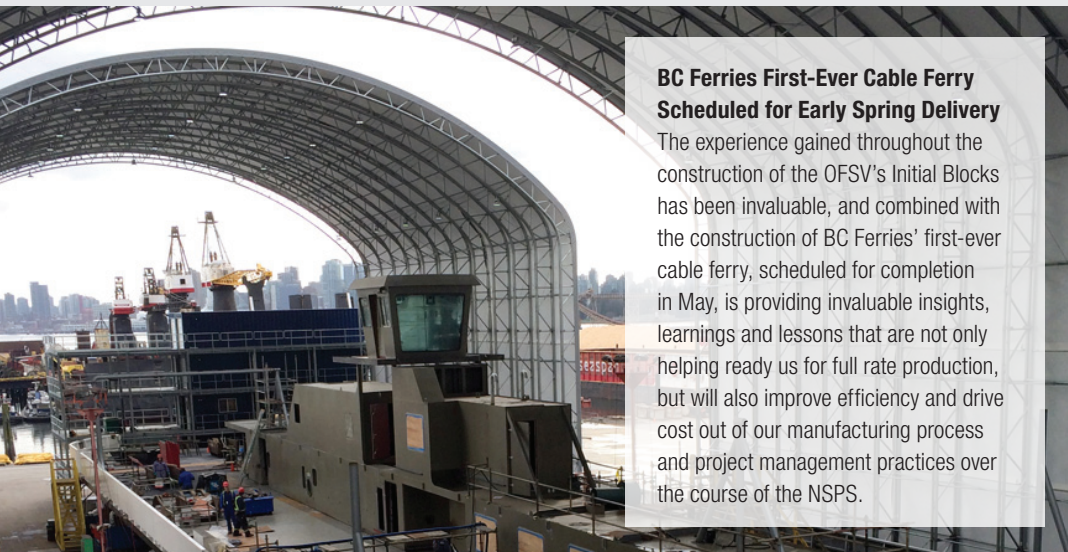
### **Vancouver Shipyards Full-Stream Ahead to Full-Rate Production**

With Vancouver Shipyards' new facilities now complete and operational, including Canada's largest permanent gantry crane, four new fabrication buildings and a new load-out pier, Seaspan is well underway on its work for the Canadian Coast Guard (CCG) to construct the Initial Production Blocks of the first OFSV. This Spring, in close collaboration with Canada, we will begin full rate production on the first CCG vessel. Later this year we look forward to being under contract for the initial design work of the CCG's OOSV, as well as for the design, production and engineering of the Royal Canadian Navy's JSS.

### **Seaspan Delivering on Canada's Action Plan**

Over the course of the next 20 years, Seaspan's NSPS Non-Combat build package will create 5,000 direct, indirect and induced jobs, produce almost \$500 million per year in GDP for BC's economy, and mean thousands of young people will get the opportunity for an exciting new career in shipbuilding.

Our ongoing partnerships with First Nations and post-secondary institutions will also generate greater opportunities for those about to enter the workforce to choose careers as shipbuilders. Our domestic supply chain also continues to grow with every passing month. In fact, to date, Seaspan has committed over \$170M to 94 unique Canadian suppliers for work on the federal NSPS shipbuilding program, the cable ferry for BC Ferries and the modernization of Vancouver Shipyards. Once full production on the new vessels commences, we will create stable work over the next decade for suppliers throughout BC and across Canada.



### **BC Ferries First-Ever Cable Ferry Scheduled for Early Spring Delivery**

The experience gained throughout the construction of the OFSV's Initial Blocks has been invaluable, and combined with the construction of BC Ferries' first-ever cable ferry, scheduled for completion in May, is providing invaluable insights, learnings and lessons that are not only helping ready us for full rate production, but will also improve efficiency and drive cost out of our manufacturing process and project management practices over the course of the NSPS.

### **Lockheed Martin Canada Presents Victoria Shipyards with Supplier Excellence Award**

In late January, Seaspan was bestowed with the honour of receiving Lockheed Martin Canada's first-ever Supplier Excellence Award, presented to VSL for its outstanding work and contribution to the RCN's Halifax-class Modernization-Combat Systems Integration project (HCM-CSI). Premier Christy Clark commented on the award saying that it, "is a reflection of the significant influence that Seaspan and Lockheed Martin Canada have had in the shipbuilding industry in our province."

## ECONOMIC IMPACT

**\$1.425**  
BILLION  
SUPPLIER  
SPEND

OVER  
**5000**  
DIRECT AND  
INDIRECT  
**JOBS**  
CREATED

**\$500**  
MILLION  
/YEAR  
GDP FOR BC

Note: These statistics reflect economic impact projections over the first ten years of NSPS