

## **VT HALTER MARINE TO COMPLETE TWO TUGS FOR OSG**

### ***Contract valued over \$21 million***

**Pascagoula, MS, 1 April, 2010** – VT Halter Marine Inc. (VT Halter Marine), a subsidiary of VT Systems Inc. (VT Systems), today announced that it has signed a contract with subsidiaries of Overseas Shipholding Group, Inc. (NYSE: OSG) to complete two 8,000 ATB tugs.

The tugs will be built over 16 months at VT Halter Marine's Moss Point Marine shipyard with completion expected in the second and third quarters of 2011. The two tugs will have all the necessary capabilities to manage in full ocean service

The tugs will be constructed to comply with the rules and regulations of the American Bureau of Shipping as well as all applicable International regulations. VT Halter Marine will apply construction techniques used for similar tugs previously built at VT Halter Marine's shipyards.

Measuring 42.8 meters by 11.6 meters, these tugs will number among the twenty ATB tugs built by a VT Halter Marine facility. These state-of-the-art tugs will be used to perform articulated tug barge (ATB) services transporting refined petroleum products coastwise within the US.

VT Halter Marine is one of the leading designers and builders of ATB tugs.

*"VT Halter Marine is well suited to execute this project because of our capability and extensive experience in the construction of these types of tugs. OSG's selection of VT Halter Marine is an indication of the strength in the partnership between VT Halter Marine and OSG."*

**~Bill SKINNER**  
**Chief Executive Officer, VT Halter Marine**

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**Overseas Shipholding Group, Inc. (OSG)** is a Dow Jones Transportation Index company, one of the largest publicly traded tanker companies in the world. As a market leader in global energy transportation services for crude oil, petroleum products and gas in the U.S. and International Flag markets, OSG is committed to setting high standards of excellence for its quality, safety and environmental programs. OSG is recognized as one of the world's most customer-focused marine transportation companies and is headquartered in New York City, NY. More information is available at [www.osg.com](http://www.osg.com).

**VT Halter Marine**, the marine operations of VT Systems, is based in Pascagoula, Mississippi and is a leader in the design and construction of medium-sized ships in the United States. VT Halter Marine designs, builds and repairs a wide variety of ocean-going vessels such as patrol vessels, oil recovery vessels, oil cargo vessels, ferries, logistic support vessels and survey vessels. Please visit [www.vthaltermarine.com](http://www.vthaltermarine.com).

**VT Systems** is a diversified company providing solutions to the commercial and government markets in the aerospace, electronics, land systems and marine sectors. VT Systems products and services include aircraft inspection, maintenance and modification; software solutions in training and simulation; satellite-based IP communications technology; network solutions that integrate data, voice and video; rugged computers and computer peripheral equipment; specialized truck bodies and trailers; weapons and munitions systems; road construction equipment; and shipbuilding. Headquartered in Alexandria, Va., VT Systems operates globally and is a wholly owned subsidiary of ST Engineering. Please visit [www.vt-systems.com](http://www.vt-systems.com).

Media Contacts:

Sarah Thuman  
Manager, Corporate Communications  
VT Systems  
Phone: (1) 703 739 2610  
Fax: (1) 703 739 2611  
Email: [sthuman@vt-systems.com](mailto:sthuman@vt-systems.com)

Leslie Rose  
Corporate Communications  
VT Halter Marine  
Phone: (1) 228 696 6860  
Fax: (1) 228 696 6834  
Email: [corporatecommunications@vthm.com](mailto:corporatecommunications@vthm.com)