

NEWS RELEASE

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FOR IMMEDIATE RELEASE

Thursday, April 23, 2015

GULF ISLAND FABRICATION, INC. REPORTS FIRST QUARTER EARNINGS

Houston, TX – Gulf Island Fabrication, Inc. (NASDAQ: GIFI) today reported a net income of \$0.1 million (\$0.00 diluted income per share) on revenue of \$99.2 million for its first quarter ended March 31, 2015, compared to net income of \$3.5 million (\$0.24 diluted income per share) on revenue of \$134.7 million for the first quarter ended March 31, 2014.

The company had a revenue backlog of \$135.1 million and a labor backlog of approximately 1.2 million man-hours at March 31, 2015, including commitments received through April 22, 2015, compared to a revenue backlog of \$252.9 million and a labor backlog of 2.0 million man-hours reported as of December 31, 2014.

(in thousands)

	March 31, 2015	December 31, 2014
Cash and cash equivalents	\$ 50,115	\$ 36,085
Total current assets	153,289	172,495
Property, plant and equipment, at cost, net	220,379	224,777
Total assets	374,339	397,943
Total current liabilities	51,481	72,765
Debt	-	-
Shareholders' equity	284,851	285,798

“Our first quarter results reflect the current condition in the energy sector due to low oil prices and our customers’ reduced capital expenditures for 2015. Our cash position has improved and we remain debt free. Our strong balance sheet and access to capital will enable us to weather the current downturn,” said Kirk Meche, President and Chief Executive Officer of Gulf Island Fabrication, Inc.

The management of Gulf Island Fabrication, Inc. will hold a conference call on Friday, April 24, 2015, at 9:00 a.m. Central Time (10:00 a.m. Eastern Time) to discuss the Company’s financial results for the quarter ended March 31, 2015. The call is accessible by webcast (www.gulfisland.com) through CCBN and by dialing 1.888.271.8594. A digital rebroadcast of the call is available two hours after the call and ending May 1, 2015 by dialing 1.888.203.1112, replay passcode: 1588088.

Gulf Island Fabrication, Inc., based in Houston, Texas, with fabrication facilities located in Houma, Louisiana, and San Patricio County, Texas, is a leading fabricator of offshore drilling and production platforms, hull and/or deck sections of floating production platforms and other specialized structures used in the development and production of offshore oil and gas reserves. These structures include jackets and deck sections of fixed production platforms; hull and/or deck sections of floating production platforms (such as tension leg platforms “TLPs”, “SPARs”, “FPSOs”, and “MinDOCs”), piles, wellhead protectors, subsea templates and various production, compressor and utility modules, offshore living quarters, towboats, liftboats, tanks and barges. The Company also provides offshore interconnect pipe hook-up, inshore marine construction, manufacture and repair of pressure vessels, heavy lifts such as ship integration and TLP module integration, loading and offloading of jack-up drilling rigs, semi-submersible drilling rigs, TLPs, SPARs, or other similar cargo, onshore and offshore scaffolding, piping insulation services, and steel warehousing and sales.

GULF ISLAND FABRICATION, INC.
CONSOLIDATED STATEMENTS OF INCOME (UNAUDITED)
(in thousands, except per share data)

	Three Months Ended		
	March 31, 2015	March 31, 2014	December 31, 2014
Revenue	\$ 99,233	\$ 134,690	\$ 124,760
Cost of revenue	94,785	125,917	113,952
Gross profit	4,448	8,773	10,808
General and administrative expenses	4,293	3,373	10,056
Operating income	155	5,400	752
Other income (expense):			
Interest expense	(37)	(24)	35
Interest income	6	3	7
Other income (expense)	3	(104)	(1)
	(28)	(125)	41
Income before income taxes	127	5,275	793
Income taxes	44	1,740	904
Net income (loss)	\$ 83	\$ 3,535	\$ (111)
Per share data:			
Basic earnings (loss) per share - common shareholders	\$ -	\$ 0.24	\$ (0.01)
Diluted earnings (loss) per share - common shareholders	\$ -	\$ 0.24	\$ (0.01)
Basic and Dilutive Weighted-average shares	14,540	14,496	14,518
Depreciation and amortization included in expense above	\$ 6,599	\$ 6,379	\$ 6,743
Cash dividend declared per common share	\$ 0.10	\$ 0.10	\$ 0.10