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## For Immediate Release

# Baker Tech's FY2008 Revenue Up 47%

Strong revenue contribution from recently acquired Sea Deep

	3 Months Ended			12 Months Ended		
	31/12/08 S\$ '000	31/12/07 S\$ '000	Change %	31/12/08 S\$ '000	31/12/07 S\$ '000	Change %
<b>Revenue</b>	31,495	-	100	74,381	50,733	47
<b>Cost of goods sold</b>	(19,648)	-	100	(52,439)	(39,279)	34
<b>Gross Profit</b>	11,847	-	100	21,942	11,454	92
<b>Other Operating Income</b>	1,062	119	792	7,713	626	1,132
<b>Profit before tax</b>	8,956	17,905	(50)	22,472	20,840	8
<b>Net profit</b>	6,859	17,827	(62)	18,817	19,980	(6)
<b>Basic EPS* (cents)</b>	1.09	2.83	(61)	2.98	3.18	(6)
<b>Diluted EPS* (cents)</b>	1.05	2.73	(62)	2.87	3.06	(6)

\*Based on the weighted average number of shares in issue of 631,324,221 (31 December 2007- 628,910,254)

\*Based on the number of ordinary shares in issue during the period adjusted for the dilutive effect of 24,121,243 warrants (31 December 2007- 24,325,631)

## 26 February 2009 – Baker Technology Limited ('Baker Tech' or 'the Group')

巴克科技有限公司, a SGX-ST mainboard listed manufacturer and provider of specialised equipment and services for the oil & gas industry, reported an increase of S\$23.7 million, or 47% in revenue for the year ended 31 December 2008 (FY2008); and gross profit soared 92% to S\$21.9 million from S\$11.5 million in the preceding year (FY2007).

The Group made a gross profit of \$21.9 million in FY2008, an increase of 92% as compared to FY2007. However there was a marginal decline of 6% in net profit to S\$18.8 in FY2008. This was due to an absence of exceptional gains recorded in FY2007 comprising S\$17.9 million of exceptional gains from negative goodwill arising from acquisition of PPL Holdings Pte Ltd and gain on disposal of York Transport Equipment (Asia) Pte Ltd.

For its 15% interest in PPL Shipyard Pte Ltd, the Group received US\$3.75 million (S\$5.3 million) of one tier tax-exempt interim dividend and recorded a gain of S\$1.5 million from the strengthening of US\$ against S\$ in FY2008. These have made significant contribution towards the Group's bottomline in the current financial year.

For the year ended 31 December 2008, the Group generated a healthy net cash flow of S\$27.4 million from operating activities as compared to S\$2.6 million for the preceding financial year. Total cash generated for FY2008 was S\$3.9 million resulting in an increase in its cash position to S\$31.1 million from S\$27.2 million in FY2007.

In recognition of the continued support shown by shareholders through these years, the Board of Directors is pleased to recommend a tax exempt first and final dividend of 0.5cent per share, subjected to the approval from shareholders at the upcoming AGM.

In a short span of 8 months after being acquired by Baker Tech, Sea Deep Shipyard Pte Ltd ('Sea Deep') has contributed more than 80% of the Group's net profit in FY2008. "We are pleased that See Deep has contributed significantly to our revenues and profitability" said Mr Lim Ho Seng (林穆升), Chairman of Baker Tech.

He further added “With the slowdown in global economies, the outlook for the offshore marine oil and gas industry is affected. Baker Tech will be facing challenging market conditions in the coming year. However, as at 31 December 2008, the Group has a strong net cash position and a net order book of approximately US\$57 million.”

### **About Baker Technology Limited**

Listed on SGX-ST mainboard, Baker Technology Limited (Baker Tech) is a leading manufacturer and provider of specialised equipment and services for the oil & gas industry. Its core business is in the design and construction of a wide range of equipment and components for use in the offshore environment. These include offshore pedestal cranes, anchor winches, skidding systems, jacking systems and raw water tower structures. It also provides services such as project management, engineering services, quality assurance, and construction supervision. These products and services are highly specialised and cater to all facets of the oil & gas industry.

Baker Tech has a 49% interest in York Transport Equipment (Asia) Pte Ltd, a manufacturer and distributor of trailer axles and related components. It also holds a 15% stake in PPL Shipyard which designs and constructs offshore rigs. PPL’s Pacific Class 375 jack-up rigs are well accepted in the market as rigs of choice.

Baker Tech has market presence in China, the Middle East, Asia and USA.

### ***For more information, please contact:***

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