



BAKER TECHNOLOGY LIMITED

(Unique Entity Number 198100637D)
(Incorporated in the Republic of Singapore)

INVESTMENT IN DISCOVERY OFFSHORE S.A.

1. Introduction

The Board of Directors of Baker Technology Limited (the "Company") wishes to announce that it had up to date acquired 6,907,649 shares for approximately S\$18.8 million in Discovery Offshore S.A. ("Investment"), representing approximately 10.5% in its issued share capital. The 6,907,649 shares were purchased in different tranches as follows:

Date of Purchase	No. of Shares	Total Cost S\$'000
3/2/2011 *	3,565,000	9,126
28/2/2011 **	152,000	434
11/3/2011 **	300,000	822
29/4/2011 **	309,500	888
2/5/2011 **	36,149	106
3/5/2011 **	2,545,000	7,439
	6,907,649	18,815

* - allotted through private placement at US\$2.00 per share

** - open market purchases at an effective price of NOK 12.48 per share (approximately US\$2.36)

2. Information on Discovery Offshore S.A. ("Discovery Offshore")

Incorporated on 12 January 2011, Discovery Offshore is a Luxembourg-based company, with the purpose of owning new ultra high-specification jackup drilling rigs. Its main assets are two Keppel FELS Super A high specification jackup drilling rigs that are currently under construction, with delivery scheduled for the second quarter and fourth quarter of 2013 respectively. Discovery Offshore also holds options to order two additional rigs.

The construction, marketing and operation of both drilling rigs will be managed by Hercules Offshore, Inc., a leading global provider of jackup drilling and liftboat services. Based in Houston and listed on NASDAQ, Hercules Offshore, Inc. is also one of the investors in Discovery Offshore.

The shares of Discovery Offshore commenced trading on the Stock Exchange of Oslo (Oslo Axess) under ticker "DISC" on 2 May 2011. The shares of Discovery Offshore closed at NOK 12.75 (approximately US\$2.41) on the first day of trading.

3. Consideration

The consideration of S\$18.8 million for the Investment (the "Consideration") was satisfied in cash and funded from internal resources.

4. Rationale

The Investment will allow the Company to maximise shareholders' value through an investment with the potential for future capital gains and the benefit of gaining exposure to the buoyant oil and gas industry.

5. Financial Effects

As the Investment only constituted a minority stake in Discovery Offshore and will be designated as a long term available for sale investment, the acquisition is not expected to have material impact on the earnings per share ("EPS"), the net tangible assets ("NTA") per share, the net assets value ("NAV") per share of the Company and its subsidiaries (the "Group") for the current financial year ending 31 December 2011.

6. Relative Figures under Chapter 10 of the Listing Manual

The relative figures computed on the bases set out in Rule 1006 of the SGX-ST Listing Manual are as follows:-

1006 (a)	Net asset value of the assets to be disposed of, compared with the Group's net asset value.	Not applicable to an acquisition of assets
1006 (b)	Net profits attributable to the assets acquired or disposed of, compared with the Group's net profits.	Not meaningful as Discovery Offshore is a newly established company

1006 (c)	Aggregate value of the consideration given or received, compared with the issuer's market capitalisation ⁽¹⁾ .	7.1%
1006 (d)	Number of equity securities issued by the issuer as consideration for an acquisition, compared with the number of equity securities previously in issue.	Not applicable

Note:

- (1) Determined by dividing the Consideration of S\$18.8 million and the market capitalisation of the Company of S\$266.3 million as at 3 May 2011, being the last market day immediately preceding the date of this announcement.

As the relative figure under Rule 1006 of the Listing Manual exceeds 5% but does not exceed 20%, the Investment constitutes a "Discloseable Transaction" and does not require the approval of the shareholders of the Company in a general meeting pursuant to Rule 1014 of the Listing Manual.

7. INTERESTS OF DIRECTORS AND SUBSTANTIAL SHAREHOLDERS

None of the directors or substantial shareholders of the Company has any interest, direct or indirect, in the Investment.

By order of the Board
Tan Kiang Kherng
Financial Controller

4 May 2011