



BAKER TECHNOLOGY LIMITED
Company Registration No.: 198100637D

Media Release

Baker Tech reports revenue of \$64 million for FY 2019

Y/E Dec (\$ million)	4Q 2019	4Q 2018	Chg %	FY 2019	FY 2018	Chg %
Revenue	11.9	18.5	-36	64.5	32.7	+97
Cost of sales	(13.2)	(14.0)	-6	(47.2)	(23.3)	+102
Gross (loss) / profit	(1.3)	4.5	NM	17.3	9.4	+84
Administrative expenses	(5.4)	(5.6)	-5	(28.1)	(17.3)	+62
Other operating income / (expenses), net	0.3	(0.1)	NM	0.3	0.6	-48
Bargain purchase gain	-	(0.1)	NM	-	24.7	NM
Foreign exchange (loss)/gain	(0.8)	(0.7)	-6	(0.6)	0.3	NM
Finance cost	(0.2)	(0.2)	+43	(0.9)	(0.2)	NM
Share of results of associates	-	(3.1)	NM	(4.9)	(3.1)	+60
(Loss) / profit before taxation	(7.4)	(5.3)	+38	(16.9)	14.4	NM
Income tax expenses	(0.9)	(0.2)	NM	(1.0)	(0.1)	NM
Net (loss) / profit for the period	(8.3)	(5.5)	+49	(17.9)	14.3	NM
Results attributable to:						
Owners of the Company	(7.7)	(2.4)	NM	(9.4)	17.6	NM
Non-controlling interests	(0.6)	(3.1)	-80	(8.5)	(3.3)	+158
Net loss for the period	(8.3)	(5.5)	+49	(17.9)	14.3	NM

27 February 2020 – Baker Technology Limited ('Baker Tech' or 'the Group') reports its full year financial results for the year ended 31 December 2019.

Group revenue for the fourth quarter in 2019 declined by \$6.6 million to \$11.9 million from the corresponding period in 2018 due to lower charter income. However, Group revenue for the year ended 31 December 2019 increased to \$64.5 million from the corresponding period in 2018 following the acquisition and consolidation of CH Offshore Ltd from August 2018.

The Group reported a gross loss of \$1.3 million and a net loss attributable to shareholders of the Company of \$7.7 million for the quarter, which was largely due to the lower revenue recorded for 4Q 2019.

Despite the increase in revenue recorded for FY 2019, the Group reported a net loss attributable to shareholders of the Company of \$9.4 million as compared to a net profit of \$17.6 million earned for the corresponding period in 2018. This was mainly due to a higher share of losses from associates, primarily contributed by a loss on the disposal of vessels by CHO's Indonesian associate, higher administrative expenses resulting from the full year consolidation of CHO and a provision for brokers' commission following results of the arbitration proceedings in 3Q 2019.

Group shareholders' fund also saw a decrease from \$220.8 million as at 31 December 2018 to \$207.6 million as at 31 December 2019. This was due to net loss attributable to shareholders of the Company of \$9.4 million and the payment of dividends to shareholders of \$1.0 million.

For 4Q 2019, the Group also reported a negative operating cash flow of \$0.7 million. However, FY 2019 operating cash flows remained positive at \$14.5 million. The Group's cash and short-term deposits remained healthy at \$45.2 million as at 31 December 2019.

The Board is recommending a first and final tax exempt (one-tier) dividend of 0.5 cent for the financial year ended 31 December 2019.

Outlook

Amidst slower economic growth stemming from the emergence of COVID-19, impacting industrial supply and demand, continued pressure on oil prices due to high inventory levels and other geopolitical tensions, the sector expectations remain uncertain and volatile.

Revenue for 2020 is expected to be in line or better than 2019, with the second half expected to perform better than the first half.

The Group remains steadfast and prudent in managing its operating expenditure to mitigate business risks.

About Baker Technology Limited (Bloomberg: BTL SP, Reuters: BATE.SI)

Baker Technology Limited ("Baker Tech", together with its subsidiaries, the "Baker Tech Group") is a leading manufacturer and provider of specialised marine offshore equipment and services, mainly focused on the offshore oil and gas industry.

Baker Tech Group's core business is in the design, construction, operations and chartering of mobile offshore units and offshore supply vessels, along with a wide range of critical equipment and components for the offshore marine industry. 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.

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