



BAKER TECHNOLOGY LIMITED

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

RESPONSE TO SINGAPORE EXCHANGE SECURITIES TRADING LIMITED'S QUERIES REGARDING THE ANNUAL REPORT 2011

The Board of Directors of Baker Technology Limited (the "Company") refers to the queries raised by Singapore Exchange Securities Trading Limited ("SGX-ST") in its email of 20 April 2012 in connection with the Company's Annual Report for the financial year ended 31 December 2011 ("Annual Report 2011") and wishes to clarify as follows:

Question 1

We refer to the Company's Annual Report 2011.

For the purpose of complying with Listing Rule 1207(10), please note that:

- (a) "Absence of evidence to the contrary" disclaimer is NOT allowed in the opinion;
- (b) The Board and the Audit Committee must opine on whether the internal controls are adequate to address all 3 areas of risks (ie financial, operational and compliance risks). "In its current business environment", "business operations" without mention of all the 3 risks areas are not acceptable; and
- (c) Both the Board and the AC must provide the opinion; "The Board and the AC believes" is not acceptable.

We note that the confirmation provided at page 42 is not consistent with some of the guidelines stated above. Hence, please provide a clean opinion that is in compliance with Listing Rule 1207(10).

Company's Response

The internal controls are designed to manage rather than eliminate business risks. The Board, with the concurrence of the AC, is of the opinion that the internal controls and systems maintained by Management during the financial year and up to the date of this report are adequate in addressing financial, operational and compliance risks and to meet the current scope of the Group's business operations. The AC and the Board note that no system of internal controls is capable of providing absolute assurance against the occurrence of material errors, poor judgment in decision-making, human error, losses, fraud or other irregularities.

Question 2

We also note that the disclosure on Interested Person Transactions (“IPT”) at page 44 is not in accordance with the format prescribed by Listing Rule 907.

Company’s Response

With reference to the disclosure on IPT at page 44 of the Annual Report 2011, particulars of IPT in accordance with the format prescribed by Listing Rule 907 are as follows:

Name of interested person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders’ mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholders’ mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
Mr Wong Kwan Seng Robert	\$1,167,784*	Not Applicable

* The amount was paid to Straits Law Practice LLC, a firm in which Mr Wong Kwan Seng Robert is a shareholder and director.

By Order of the Board
Baker Technology Limited

Nga Ko Nie
Company Secretary

23 April 2012