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For Immediate Release

Baker Tech reports record profits - 3Q net profit up 120% to S\$18.7 m, 9M up 152% to S\$30.2 m -

S\$ million	3QFY09	3QFY08	YoY Chg	9MFY09	9MFY08	YoY Chg
Revenue	28.8	26.3	10%	63.7	42.9	49%
Cost of goods sold	(9.0)	(21.6)	(58%)	(26.3)	(32.8)	(20%)
Gross Profit	19.8	4.7	324%	37.4	10.1	270%
Profit before tax	21.6	9.3	132%	35.8	13.5	165%
Net Profit	18.7	8.5	120%	30.2	12.0	152%
Basic EPS* (cents)	2.86	1.35		4.76	1.89	
Diluted EPS* (cents)	2.85	1.30		4.74	1.82	

*Calculated based on a weighted average number of 634,201,369 ordinary shares for the financial period ended 30 September 2009 (30 September 2008—631,305,903)

+Calculated based on the number of ordinary shares in issue during the financial period ended 30 September 2009 adjusted for dilutive effect of 2,788,298 warrants (30 September 2008—24,121,243)

- **3QFY09 revenue up 10% to S\$28.8 million due to completion of higher contract value projects.**
- **3QFY09 gross profit up 324% to S\$19.8 million on higher margins recognised for projects in the closing stages of completion.**
- **Earnings boosted by S\$5.4 million dividend from its 15% stake in PPL Shipyard; Net Profit surged 120% to S\$18.7 million.**
- **Available cash and cash equivalents of S\$67.8 million as at 30 September 2009, up sharply from \$6.2 million a year ago.**
- **Annualised Return on Equity of 45.7%.**

03 November 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 marine offshore equipment and services for the oil and gas industry, has posted record earnings for the third quarter ended 30 September 2009 (3QFY09).

“The past quarter marked a new milestone in Baker Tech’s history; not only did we report record earnings of S\$18.7 million in Q3, our nine-months’ net profit of S\$30.2 million were also the highest ever achieved. We are actively seeking opportunities to further entrench our market position as a niche oil and gas player.”

- Chairman, Mr. Lim Ho Seng (林穆升)

Third Quarter FY09 Performance

3QFY09 revenue rose 10% to S\$28.8 million compared to a year ago but was up 75% compared to 2QFY09. The strong performance was due to the completion and near-completion of contracts for the fabrication of specialised steel structures. Gross profit surged 324% to S\$19.8 million on the back of higher margins being recognised for those fabrication projects which were in the final stages of completion. Accordingly, gross margins had expanded to 69% compared to 18% a year ago.

3QFY09 pretax profit rose 132% to S\$21.6 million; boosted by a S\$5.4 million dividend received from its 15% stake in PPL Shipyard but partially offset by a forex loss of S\$1.7 million from the weakening of US\$ against S\$. Net profit was up 120% to S\$18.7 million.

Nine Months FY09 Performance

9MFY09 revenue rose 49% to S\$63.7 million. This was due to the recognition of a full nine months of revenue from its core operating subsidiary—Sea Deep Shipyard ('Sea Deep') compared to just five months in 9MFY08 as the acquisition of Sea Deep was completed on 30 April 2008.

Gross profit surged 270% to S\$37.4 million on the back of the recognition of higher margins of those specialised steel fabrication contracts which were completed or near completion in 3QFY09. Foreign exchange loss for the nine-month period was S\$1.4

million compared to a gain of \$1.1 million a year ago. Consequently, pretax profit was up 165% to S\$35.8 million while net profit improved 152% to S\$30.2 million.

Net cash flow generated from operations for 9MFY09 was S\$34.1 million compared to an outflow of S\$4.3 million for 9MFY08. Net available cash and cash equivalents stood at S\$67.8 million, a significant improvement from S\$6.2 million as at 30 September 2008.

Outlook

The Group's order book stood at U\$19 million as at 30 September 2009, down from US\$38 million as at 30 June 2009. These orders will be completed within the next 12 months.

Despite signs of recovery in the global economy and the recent improvement in oil prices, the lack of credit availability continues to hinder commencement of new offshore projects. Nonetheless, Baker Tech remains confident of the offshore oil and gas industry's long term fundamentals; oil prices are now back to the US\$60 to US\$70 per barrel range and sales enquiries have picked up in recent months.

“As the global economy improves and the price of oil rises, we are encouraged by increased enquiries and rising optimism in the industry. Meanwhile we are stepping up our efforts in marketing and new product development. With our cash coffers now at S\$67.8 million, compared to just S\$6.2 million a year ago, we are actively seeking business opportunities to further entrench our market position as a niche oil and gas player.”

- Chairman Mr. Lim Ho Seng (林穆升)

The Group expects to be profitable in the fourth quarter of FY2009.

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. Please visit us at www.bakertech.com.sg

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