



BAKER TECHNOLOGY LIMITED
Company Registration No.: 198100637D

Media Release

Baker Tech reports 2Q 2017 net loss of \$2.1 million, revenue at \$1.4 million

| Y/E Dec (\$ million) | 2Q 2017 | 2Q 2016 | Chg % | 1H 2017 | 1H 2016 | Chg % |
|--|--------------|---------|-------|---------------|---------|-------|
| Revenue | 1.4 | 8.1 | (83) | 2.4 | 14.1 | (83) |
| Cost of goods sold | (0.8) | (6.6) | (87) | (0.3) | (10.2) | (97) |
| Gross Profit | 0.6 | 1.6 | (62) | 2.2 | 3.9 | (45) |
| Administrative expenses | (2.2) | (2.7) | (19) | (4.5) | (5.5) | (18) |
| Other Operating income, net | 0.2 | 2.0 | (91) | 0.4 | 2.2 | (84) |
| Foreign exchange loss | (0.6) | (0.1) | 762 | (2.3) | (2.7) | (14) |
| (Loss)/Profit before taxation | (2.0) | 0.7 | NM | (4.3) | (2.1) | 106 |
| Income tax (expense)/credit | - | (0.3) | (100) | 0.3 | (0.3) | NM |
| Net (Loss)/Profit | (2.1) | 0.4 | NM | (4.0) | (2.4) | 68 |
| Basic and Diluted EPS[^] (cents) | 1.02 | 0.18 | | (1.97) | (1.18) | |

[^] based on the weighted average number of ordinary shares in issue of 202,877,948 for the quarter and half year ended 30 June 2017 and 30 June 2016.
NM – not meaningful

31 July 2017 – Baker Technology Limited ('Baker Tech' or 'the Group') 巴克科技有限公司, a leading manufacturer and provider of specialised marine offshore equipment and services for the oil and gas industry, reported a net loss of \$2.1 million on revenue of \$1.4 million for the three months ended 30 June 2017 ("2Q 2017").

The Group's revenue was \$2.4 million for the six months ended 30 June 2017 ("1H 2017") as compared to \$14.1 million for the six months ended 30 June 2016 ("1H 2016").

2Q 2017 Performance

Revenue for the Group in 2Q 2017 decreased to \$1.4 million compared to \$8.1 million a year ago, as depressed sentiment continues to weigh on the market.

The Group reported a net loss of \$2.1 million for 2Q 2017, compared to a net profit of \$371,000 for the corresponding period in 2016, which was supported by a one-off compensation income of \$1.7 million from a supplier for defective material.

1H 2017 Performance

The Group's revenue was \$2.4 million in 1H 2017 as compared to \$14.1 million in 1H 2016. The lower revenue, coupled with foreign exchange loss of \$2.3 million from weakening of the U.S. dollar against the Singapore dollar resulted in a net loss of \$4.0 million for 1H 2017.

The Group holds \$93.4 million in cash and short-term deposits, with no borrowings as of 30 June 2017. Shareholders' funds decreased to \$209.1 million as at 30 June 2017, due to the payment of dividend to shareholders and net loss in the current period.

Outlook

The Group expects near-term demand and supply discrepancies of the oil and gas sector to persist, pending a review of OPEC's global pact on reducing supply that was agreed this year.

The Group remains prudent and cautious in mitigating the challenges ahead.

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

Baker Technology Limited (Baker Tech) is a leading manufacturer and provider of specialised equipment and services for the oil and gas industry. Its core business is in the design and fabrication 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. Its product offering features a state-of-the-art self-propelled multi-purpose jack-up liftboat. It also provides services such as project management, engineering services, quality assurance, and construction supervision. Baker Tech has market presence in China, the Middle East, Asia and USA.

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