



BAKER TECHNOLOGY LIMITED

(Company Registration No. 198100637D)

PROPOSED DISPOSAL OF APPROXIMATELY 51% INTEREST IN THE ISSUED AND PAID-UP SHARE CAPITAL OF YORK TRANSPORT EQUIPMENT (ASIA) PTE LTD, A WHOLLY OWNED SUBSIDIARY OF BAKER TECHNOLOGY LIMITED

Where capitalised terms are used in this announcement and not otherwise defined, such capitalised terms shall bear the same meanings as ascribed to them in the Company's announcement on 23 July 2007 relating to the Proposed Disposal.

This announcement is made further to the Company's announcement on 23 July 2007 in relation to the conditional share purchase agreement dated 23 July 2007 (the "SPA") entered between the Company and TRF Limited ("TRF") for the sale of 12,870,941 ordinary shares, representing approximately 51% in the issued and paid-up share capital of York Transport Equipment (Asia) Pte Ltd ("York Transport") by the Company to TRF for a total cash consideration of S\$16,575,000 (the "Proposed Disposal").

The Company wishes to announce that the Company had on 9 August 2007 entered into a shareholders' agreement (the "Shareholders' Agreement") with TRF. The Shareholders' Agreement sets out the financial, managerial, administrative and other arrangements agreed between the parties in relation to their shareholdings in York Transport and the manner in which the affairs of York Transport will be regulated. The said Shareholders' Agreement will take effect only from the date of completion of the SPA.

The Shareholders' Agreement is conditional upon, *inter alia*, shareholders' approval being obtained for the sale of the Sale Shares and the Options Shares to TRF and the completion of the SPA.

By Order of the Board
Aw Seok Chin
Company Secretary
10 August 2007