



BAKER TECHNOLOGY LIMITED
Company Registration No.: 198100637D

Media Release

Baker Tech reports FY 2017 net loss of \$10.7 million on lower revenue, FX losses

Y/E Dec (\$ million)	4Q 2017	4Q 2016	Chg %	FY 2017	FY 2016	Chg %
Revenue	1.8	2.4	-27	5.0	21.5	-77
Cost of goods sold	(1.2)	(0.8)	+55	(2.4)	(15.8)	-85
Gross Profit	0.5	1.6	-67	2.6	5.7	-54
Administrative expenses	(3.3)	(2.5)	+30	(10.6)	(11.0)	-3
Other operating income/(expenses), net	0.2	(0.1)	NM	0.7	2.4	-71
Impairment loss on goodwill	-	(7.6)	-100	-	(7.6)	-100
Foreign exchange (loss)/again	(0.9)	3.2	NM	(4.0)	1.2	NM
(Loss) before tax	(3.5)	(5.4)	-35	(11.3)	(9.2)	+22
Net (Loss)	(3.2)	(4.5)	-29	(10.7)	(8.3)	+28
Basic/Diluted EPS* (cents)	(1.56)	(2.20)		(5.27)	(4.10)	

* based on the weighted average number of ordinary shares in issue of 202,877,948.
NM – not meaningful

27 February 2018 – 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 \$10.7 million for the year ended 31 December 2017, while revenue fell to \$5 million.

4Q 2017 Performance

The Group reported a net loss of \$3.2 million in 4Q 2017 from \$4.5 million for the corresponding period in 2016, due to lower revenue stemming from the protracted downturn in the oil and gas industry and foreign exchange losses. Revenue and gross profit for 4Q 2017 were \$1.8 million and \$0.5 million respectively as compared to \$2.4 million and \$1.6 million in 4Q 2016.

Foreign exchange losses stood at \$0.9 million and \$4.0 million for the current quarter and FY 2017, arising from the weakening of the U.S. dollar against Singapore dollar.

FY 2017 Performance

The Group's revenue was \$5 million for FY 2017 as compared to \$21.5 million in FY 2016 due to a general slowdown in order intake from a period of significant capital expenditure cuts by the oil and gas industry. The Group reported a net loss of \$10.7 million for the year, compared to a net loss of \$8.3 million in FY 2016.

Gross profit for FY 2017 was at \$2.6 million, which included a write-back of expired warranty provision of \$1.2 million (FY 2016 : \$0.6 million).

Shareholders' funds as at 31 December 2017 stood at \$202.5 million, down from \$215.7 million as at 31 December 2016, due to the net loss and the payment of dividend to shareholders during the year.

The Group reported net operating cash outflows of \$2.9 million for 4Q 2017 and \$16.4 million for FY 2017, to fund working capital required for operations. Cash and short-term deposits were at \$86.6 million, with no borrowings as at 31 December 2017.

Outlook

The global outlook of the oil and gas industry indicates cautious recovery with firmer oil prices.

The Group has secured a time charter contract for its Liftboat, the Blue Titanium. The Liftboat will be deployed in Southeast Asia to support rejuvenation works for oil and gas platforms for a National Oil Company. It is to be deployed in the later part of the 2nd quarter of 2018. This charter is expected to contribute to the Group's financial performance for the financial year ending 31 December 2018.

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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