Baker Hughes Announces July 2007 Rig Counts

U.S. Workover Rig Count To Be Discontinued

HOUSTON, Aug. 7 /PRNewswire-FirstCall/ -- Baker Hughes Incorporated (NYSE: BHI; EBS) announced today that the international rig count for July 2007 was 1,018, up 3 from the 1,015 counted in June 2007, and up 97 from the 921 counted in July 2006. The international offshore rig count for July 2007 was 296, up 11 from the 285 counted in June 2007 and up 27 from the 269 counted in July 2006.

The US rig count for July 2007 was 1,777, up 6 from the 1,771 counted in June 2007 and up 96 from the 1,681 counted in July 2006. The Canadian rig count for July 2007 was 349, up 139 from the 210 counted in June 2007 and down 204 from the 553 counted in July 2006.

The worldwide rig count for July 2007 was 3,144, up 148 from the 2,996 counted in June 2007 and down 11 from the 3,155 counted in July 2006. The decline in the Latin American rig count reflects the impact of strikes in Argentina during the month of July.

Baker Hughes has decided to discontinue its North American Workover Rig Count. The June 2007 count will be the last workover rig count released by Baker Hughes. Archived information will continue to be available on our website. In reaching this decision we considered the wealth of industry information that was available from other sources. Baker Hughes will continue to compile and report the Baker Hughes Rotary Drilling Rig Count.

July 2007 Rotary Rig Counts

	July 2007				June 2007			July 2006		
	Land	OS	Total	Var.	Land	OS	Total	Land	OS	Total
Europe	25	54	79	13	25	41	66	22	49	71
Middle East(1)	238	37	275	6	235	34	269	210	32	242
Africa	46	14	60	(5)	48	17	65	43	16	59
Latin America	285	75	360	(6)	293	73	366	261	62	323
Asia Pacific	128	116	244	(5)	129	120	249	116	110	226
International	722	296	1018	3	730	285	1015	652	269	921
United States	1699	78	1777	6	1692	79	1771	1587	94	1681
Canada	347	2	349	139	208	2	210	550	3	553
North America	2046	80	2126	145	1900	81	1981	2137	97	2234
Worldwide	2768	376	3144	148	2630	366	2996	2789	366	3155

(1) Beginning with the January 2006 report, the company has discontinued its rig count for Iran and Sudan. In the third quarter of 2005, our independent foreign subsidiaries initiated a process to prohibit any business activity that directly or indirectly involves or facilitates transactions in Iran, Sudan or with their governments, including government-controlled companies operating outside of these countries.

About the Baker Hughes Rig Counts

The Baker Hughes Rotary Rig Counts are counts of the number of drilling rigs actively exploring for or

developing oil or natural gas in the United States, Canada and international markets. Baker Hughes has issued the rotary rig counts as a service to the petroleum industry since 1944, when Hughes Tool Company began weekly counts of US and Canadian drilling activity. Hughes initiated the monthly international rig count in 1975.

North American rig count data is scheduled to be released at noon central time on the last working day of each week. The international rig count is scheduled to be released on the 5th working day of the month. Additional detailed information on the Baker Hughes rig counts is available from our website at http://www.bakerhughes.com/investor/rig.

Baker Hughes is a leading provider of drilling, formation evaluation, completion and production products and services to the worldwide oil and gas industry.

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