Baker Hughes Announces June 2004 Rig Counts

International Rig Count Unchanged From May 2004; Up 9% From One Year Ago Worldwide Rig Count Up 4% From May 2004; Up 6% From One Year Ago

HOUSTON, Jul 8, 2004 /PRNewswire-FirstCall via COMTEX/ -- Baker Hughes Incorporated (NYSE: BHI) (PCX: BHI) (EBS: BHI) announced today that the international rig count for June 2004 was 841, up two from the 839 counted in May 2004, and up 72 from the 769 counted in June 2003. The international offshore rig count for June 2004 was 243, down six from the 249 counted in May 2004, and up nine from the 234 counted in June 2003.

The US rig count for June 2004 was 1,176, up 12 from the 1,164 counted in May 2004 and up 109 from the 1,067 counted in June 2003. The Canadian rig count for June 2004 was 265, up 78 from the 187 counted in May 2004 and down 43 from the 308 counted in June 2003.

The worldwide rig count for June 2004 was 2,282 up 92 from the 2,190 counted in May 2004 and up 138 from the 2,144 counted in June 2003.

June 2004 Rotary Rig Counts

	June 2004				May 2004			June 2003		
	Land	OS	Total	Var.	Land	OS	Total	Land	OS	Total
Europe	29	47	76	5	27	44	71	35	51	86
Middle East	190	36	226	1	191	34	225	176	32	208
Africa	34	16	50	(1)	37	14	51	38	20	58
Latin America	231	61	292	(1)	225	68	293	185	60	245
Asia Pacific	114	83	197	(2)	110	89	199	101	71	172
International	598	243	841	2	590	249	839	535	234	769
United States	1,081	95	1,176	12	1,069	95	1,164	958	109	1,067
Canada	261	4	265	78	185	2	187	304	4	308
North America	1,342	99	1,441	90	1,254	97	1,351	1,262	113	1,375
Worldwide	1,940	342	2,282	92	1,844	346	2,190	1,797	347	2,144

June 2004 Workover Rig Counts

	June 2004	Var.	May 2004	June 2003
United States	1,169	(36)	1,205	1,151
Canada	575	85	490	261
North America	1,744	49	1,695	1,412

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. In 1987, Baker Oil Tools began its monthly workover rig count.

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 and North American workover rig counts are scheduled to be released on the 5th working day of the month. Additional detailed information on the Baker Hughes rig counts are 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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