

FINANCIAL HIGHLIGHTS

(Dollars in thousands except per share data)

Year Ended December 31,	2009	% Increase/(Decrease)	2008	2007
Revenues	\$ 752,910	(9.3)%	\$ 829,842	\$ 654,573
Operating income	39,322	(33.6)	59,180	190,983
Net income	9,267	(59.2)	22,728	102,846
Capital expenditures	160,054	(18.8)	197,070	242,098
Total assets	1,243,086	3.1	1,205,720	1,067,173
Property, plant and equipment, net	716,798	6.1	675,548	585,888
Total debt	423,831	(4.0)	441,394	349,309
Stockholders' equity	595,899	2.4	582,172	549,322
Current ratio	2.4:1		3.0:1	2.6:1
Return on Capital Employed (ROCE)*	2.7%		11.4%	13.7%
Per common share data				
Diluted earnings	\$ 0.08		\$ 0.20	\$ 0.93
Book value	5.13		5.13	4.78
Number of shares of common stock outstanding (12/31/09):				
	116,239,097			
Number of employees (12/31/09):				
	2,372			

*ROCE = (Net Income + After-tax Interest Expense) / Average Year (Total Assets less Current Liabilities). Based on a 35% tax rate and adjusted for Asset Impairment. Average Year: average of values at year-end 2008 and 2009.

RIG COUNT AT DECEMBER 31, 2009

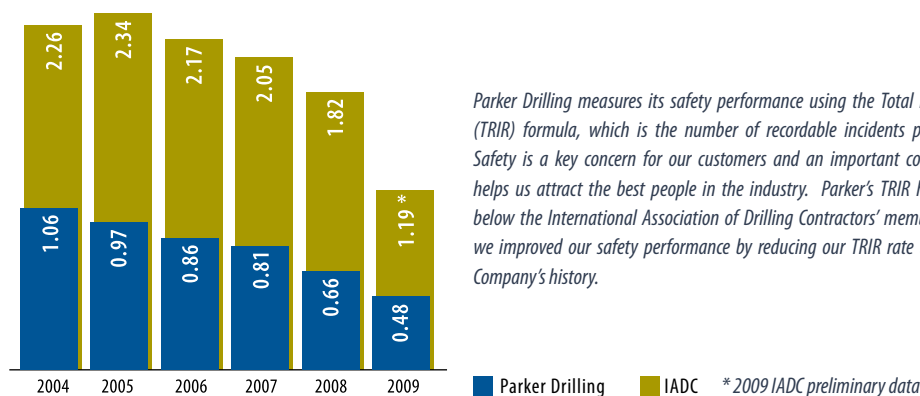
International Rigs

Asia Pacific	8
Americas	10
Africa/Middle East/CIS.....	11
Unassigned.....	1
Total International Rigs.....	30

U.S. Gulf of Mexico Barge Rigs

Intermediate	3
Deep	10
Total U.S. Barge Rigs	13
Total Rig Count	43

TOTAL RECORDABLE INCIDENT RATE



Parker Drilling measures its safety performance using the Total Recordable Incidence Rate (TRIR) formula, which is the number of recordable incidents per 100 workers per year. Safety is a key concern for our customers and an important company characteristic that helps us attract the best people in the industry. Parker's TRIR has consistently been well below the International Association of Drilling Contractors' member average, and in 2009, we improved our safety performance by reducing our TRIR rate to 0.48, the lowest in our Company's history.

ABOUT THE COVER

Top photo: The U.S., Alaska and Parker Drilling flags fly over the Company's newest regional headquarters in Anchorage, Alaska. The Anchorage office, also home to a new Parker Training Center campus, opened in 2009.

Center photo: Parker Rig 267, a 2,000 hp AC drive land rig, in Mexico.

Bottom photo: A driller on Parker Rig 269, one of Parker's two high-efficiency class, fast-moving land rigs.