BENG KUANG MARINE LIMITED
(Company Registration No. 199400196M)

INCORPORATION OF SUBSIDIARY IN SINGAPORE – ASIAN SEALAND AUTOMATION PTE. LTD.

The Board of Directors of Beng Kuang Marine Limited (the "Company") wishes to announce its incorporation of a subsidiary in Singapore on 15 March 2007 ("New Subsidiary"). The Company holds 100% equity in the share capital of the New Subsidiary. The details of the New Subsidiary are as follows:

(i)	Name	:	Asian Sealand Automation Pte. Ltd.;
(ii)	Paid up capital	:	SGD2.00;
(iii)	Dominant objects	:	Providing automated engineering services; and
(iv)	Liability	:	Limited

Mr Chua Meng Hua, a Director of the Company, has been appointed as director of the New Subsidiary.

The above investment was funded through internal resources and is not expected to have any material impact on the consolidated net tangible assets and earnings per share of the Group for the current financial year.

Saved as disclosed, none of the directors or controlling shareholders of the Company has any interest, direct or indirect, in the above transaction.

BY ORDER OF THE BOARD

CHUA MENG HUA
EXECUTIVE DIRECTOR
15 MARCH 2007