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

INCORPORATION OF SUBSIDIARY IN SINGAPORE – PUREFLOW PTE. LTD.

The Board of Directors of Beng Kuang Marine Limited (the "Company") wishes to announce that its subsidiary, Water and Environmental Technologies (WET) Pte. Ltd. ("WET"), has incorporated a subsidiary in Singapore on 25 July 2007 (the "New Subsidiary"). WET holds 100% of the share capital of the New Subsidiary, which details are as follows:

(i)	Name	:	Pureflow Pte. Ltd.
(ii)	Paid up capital	:	SGD100,000.00
(iii)	Dominant objects	:	Providing water and waste water treatment, recycling, consultancy and management services.
(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.

Save as disclosed above, 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