BENG KUANG MARINE LIMITED
Registration No. 199400196M

INCORPORATION OF A SUBSIDIARY COMPANY

The Board of Directors of Beng Kuang Marine Limited ("the Company") is pleased to announce that its subsidiary, Asian Sealand Engineering Pte Ltd has incorporated a wholly-owned subsidiary company in Singapore, named Drako Derrick Services Pte. Ltd. ("Drako").

Drako has an initial issued and paid up capital of S$100,000.00 divided into 100,000 ordinary shares principally engaged in the business of rig building services.

The incorporation of Drako was funded internally and is not expected to have any material impact on the net tangible assets per share and earning per share of the Group for the current financial year ending 31 December 2008.

None of the Directors or substantial shareholders of the Company has any interest, direct or indirect, in Drako.

BY ORDER OF THE BOARD
Chua Meng Hua
Director
10 March 2008