CIRCULAR DATED 16 OCTOBER 2023

THIS CIRCULAR IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION. PLEASE READ IT CAREFULLY.

If you are in any doubt about the contents in relation to this Circular or as to the course of action you should take, you should consult your stockbroker, bank manager, solicitor, accountant, tax adviser or other independent professional adviser immediately.

If you have sold or transferred all your ordinary shares ("**Shares**") in the capital of **BENG KUANG MARINE LIMITED** (the "**Company**") held through The Central Depository (Pte) Limited ("**CDP**"), you need not forward this Circular with the Notice of Extraordinary General Meeting ("**EGM**") and the attached form of proxy ("**Proxy Form**") to the purchaser or transferee as arrangements will be made by CDP for a separate Circular with the Notice of EGM and the attached Proxy Form to be made available to the purchaser or transferee. If you have sold or transferred all your Shares in the capital of the Company represented by physical share certificate(s), you should immediately forward this Circular, together with the Notice of EGM and the accompanying Proxy Form to the purchaser or transferee or to the bank, stockbroker or agent through whom you effected the sale or transfer, for onward transmission to the purchaser or transferee.

The Singapore Exchange Securities Trading Limited ("**SGX-ST**") assumes no responsibility for the contents of this Circular, including the accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this Circular.

BENG KUANG MARINE LIMITED

(Incorporated in the Republic of Singapore)
(Company Registration No.:199400196M)

CIRCULAR TO SHAREHOLDERS

EXTRAORDINARY GENERAL MEETING IN RELATION TO

(1) THE PROPOSED DISPOSAL OF A SECOND LAND PARCEL COMPRISING PART OF THE BATAM SHIPYARD

(2) THE PROPOSED DISPOSAL OF A 1,700HP TUGBOAT (THE DRAKO GALLANT)

IMPORTANT DATES AND TIMES

Last date and time for lodgement of Proxy Form	:	29 October 2023 at 3.00 p.m.
Date and time of Extraordinary General Meeting	:	31 October 2023 at 3.00 p.m.
Place of Extraordinary General Meeting	:	2 Venture Drive #09-22, Vision Exchange Singapore 608526

CONTENTS

1. INTRODUCTION 7

2. THE PROPOSED LAND PARCEL DISPOSAL 8

3. THE PROPOSED TUGBOAT DISPOSAL 17

4. DIRECTORS AND SUBSTANTIAL SHAREHOLDERS' INTERESTS 24

5. EXTRAORDINARY GENERAL MEETING 24

6. ACTION TO BE TAKEN BY SHAREHOLDERS 24

7. DIRECTORS' RECOMMENDATION 26

8. DIRECTORS' RESPONSIBILITY STATEMENT 26

9. DOCUMENTS AVAILABLE FOR INSPECTION 26

NOTICE OF EXTRAORDINARY GENERAL MEETING N1

PROXY FORM P1

APPENDIX A – THE BATAM SHIPYARD

APPENDIX B - THE TUGBOATS

DEFINITIONS

In this Circular, the following definitions apply throughout unless otherwise stated:

"**Annual Report**"	The annual report of the Company for FY2022
"**Associate**"	(a) in relation to any director, chief executive officer, Substantial Shareholder or controlling shareholder (being an individual) means: (i) his immediate family; (ii) the trustees of any trust of which he or his immediate family is a beneficiary or, in the case of a discretionarytrust, is a discretionary object; and (iii) any company in which he and his immediate family together (directly or indirectly) have an interest of 30% or more (b) in relation to a Substantial Shareholder or a controlling shareholder (being a company) means any other company which is its subsidiary or holding company or is a subsidiary ofsuch holding company or one in the equity of which it and/or such other company or companies taken together (directly or indirectly) have an interest of 30% or more
"**Batam Shipyard**"	The Group's waterfront fabrication yard on the eastern side of Batam comprising an aggregate land area of 328,956 square meters
"**Board**"	The board of directors of the Company for the time being
"**Booking Fee**"	Has the meaning ascribed to it in section 2.3.1(a) of this Circular
"**BSI Rate**"	Has the meaning ascribed to it in section 2.3.3(a) of this Circular
"**CDP**" or "**Depository**"	The Central Depository (Pte) Limited
"**Circular**"	This circular dated 16 October 2023 issued by the Company
"**Company**"	Beng Kuang Marine Limited
"**Companies Act**"	The Companies Act 1967 of Singapore, or any statutory modification or re-enactment thereof for the time being in force

"**Constitution**"	The constitution of the Company, as amended or modified from time to time
"**controlling shareholder**"	A person who: (a) holds directly or indirectly 15% or more of the total number of issued shares excluding treasury shares in the company. The SGX-ST may determine that a person who satisfies this paragraph is not a controlling shareholder; or (b) in fact exercises control over a company
"**CPF**"	The Central Provident Fund
"**CPF Agent Banks**"	Agent banks included in the CPFIS
"**CPFIS**"	Central Provident Fund Investment Scheme
"**Directors**"	The directors of the Company for the time being
"**Downpayment**"	Has the meaning ascribed to it in section 2.3.1(b) of this Circular
"**EGM**"	The extraordinary general meeting to be convened and held on 31 October 2023 at 3.00 p.m.
"**Executive Director**"	Any Director of the Group who performs an executive function
"**Existing Lease**"	Has the meaning ascribed to it in section 2.3.4 of this Circular
"**First SPA**"	Has the meaning ascribed to it in section 3.1 of this Circular
"**First Tugboat**"	Has the meaning ascribed to it in section 3.1 of this Circular
"**First Tugboat Disposal**"	Has the meaning ascribed to it in section 3.1 of this Circular
"**First Land Parcel**"	Has the meaning ascribed to it in section 2.2.1 of this Circular
"**First Land Parcel Disposal**"	Has the meaning ascribed to it in section 2.1 of this Circular
"**FY**"	Financial year ended or ending, as the case may be, 31 December of a particular year as stated
"**Group**"	The Company and its Subsidiaries

"**Independent Valuer**"	Has the meaning ascribed to it in section 2.4 of this Circular
"**Introducer**"	Has the meaning ascribed to it in section 2.2.3 of this Circular
"**Land Parcel**"	Has the meaning ascribed to it in section 2.1 of this Circular
"**Land Parcel Consideration**"	Has the meaning ascribed to it in section 2.3.1 of this Circular
"**Land Parcel Purchaser**"	Has the meaning ascribed to it in section 2.1 of this Circular
"**Land Parcel SPA**"	Has the meaning ascribed to it in section 2.1 of this Circular
"**Latest Practicable Date**"	29 September 2023, being the latest practicable date prior to the issue of this Circular
"**Listing Manual**"	The listing manual of the SGX-ST, as may be amended or modified from time to time
"**Long-stop Date**"	Has the meaning ascribed to it in section 2.3.3 of this Circular
"**LPS**"	Loss per Share
"**Mainboard Rules**"	The Mainboard Listing Rules of the SGX-ST
"**Market Day**"	A day on which the SGX-ST is open for trading in securities
"**Net Proceeds**"	Has the meaning ascribed to it in section 2.6 of the Circular
"**Notice of EGM**"	The notice of the EGM set out on pages N-1 to N-3 of this Circular
"**NTA**"	Net tangible assets
"**Ordinary Resolution**"	A resolution passed in accordance with the Companies Act, being a resolution passed by a majority of not less than half of such Shareholders as, being entitled to do so, vote in person or, where proxies are allowed, by proxy present at a general meeting of which not less than 14 days' written notice specifying the intention to propose the resolution as an ordinary resolution has been duly given
"**Proposed Land Parcel Disposal**"	The proposed disposal of the Land Parcel as described in section 2 of this Circular
"**Proposed Transactions**"	Has the meaning ascribed to it in section 1 of this Circular
"**Proposed Tugboat Disposal**"	The proposed disposal of the Drako Gallant, a 1,700hp tugboat as described in section 3 of this Circular

"**Proxy Form**"	The proxy form in respect of the EGM as attached to this Circular
"**PT Buana**"	PT Buana Cipta Mandala
"**PT Nexus**"	PT Nexus Engineering Indonesia
"**Relevant Intermediary**"	Has the meaning ascribed to it in Section 181 of the Companies Act
"**Renewal Agreement**"	Has the meaning ascribed to it in section 2.3.4 of this Circular
"**Second SPA**"	Has the meaning ascribed to it in section 3.1 of this Circular
"**Second Tugboat**"	Has the meaning ascribed to it in section 3.1 of this Circular
"**SFA**"	The Securities and Futures Act 2001 of Singapore or any statutory modification or re-enactment thereof for the time being in force
"**SGX-ST**"	Singapore Exchange Securities Trading Limited
"**SGXNet**"	Singapore Exchange Network, the corporate announcement system maintained by the SGX-ST for the submission of information and announcements by listed companies
"**Shareholders**"	Registered holders of Shares, except that where the registered holder is CDP, the term "**Shareholders**" shall, in relation to such Shares, mean the persons named as Depositors in the Depository Register and whose Securities Accounts maintained with CDP are credited with Shares
"**Share Registrar**"	The share registrar of the Company, M&C Services Private Limited
"**Shares**"	Ordinary shares in the share capital of the Company
"**SRS**"	Supplementary Retirement Scheme
"**SRS Operators**"	Agent banks included under the SRS
"**Subsidiaries**"	Companies which are for the time being subsidiaries of the Company as defined by Section 5 of the Companies Act; and "**Subsidiary**" means each of them

"**Substantial Shareholder**"	A person (including a corporation) who holds directly or indirectly five per cent. (5%) or more of the issued share capital of the Company
"**Term Sheet**"	Has the meaning ascribed to it in section 2.1 of this Circular
"**Tugboat Consideration**"	Has the meaning ascribed to it in section 3.4.1 of this Circular
"**Tugboat Seller**"	Has the meaning ascribed to it in section 3.1 of this Circular
"**Tugboat Purchaser**"	Has the meaning ascribed to it in section 3.1 of this Circular
"**Valuation Report**"	Has the meaning ascribed to it in section 2.4 of this Circular
Currencies, Units and Others	
"**hp**"	Horse-power
"**IDR**"	Indonesian Rupiah, being the currency of Indonesia
"**S$**" and "**cents**"	Singapore dollars and cents respectively, being the currency of Singapore
"**%**" or "**per cent.**"	Per centum or percentage

The terms "**Depositor**", "**Depository Agent**" and "**Depository Register**" shall have the meanings ascribed to them respectively in Section 81SF of the SFA. The term "**subsidiary**" shall have the meaning ascribed to it under Section 5 of the Companies Act.

Words importing the similar shall, where applicable, include the feminine and neuter genders. References to persons shall, where applicable, include corporations.

Words importing the singular shall, where applicable, include the plural and vice versa. Words importing any one gender shall, where applicable, include the other genders. References to persons shall, where applicable, include firms, corporations and other entities.

Any reference to a time of day in this Circular shall be a reference to Singapore time unless otherwise stated. Any reference to any enactment is a reference to that enactment as for the time being amended or re-enacted.

Any term defined under the SFA, the Companies Act or the Listing Manual, or any statutory modification thereof and used in this Circular shall, where applicable, have the meaning ascribed to it under the SFA, the Companies Act or the Listing Manual, or such modification thereof, as the case may be, unless otherwise provided.

DEFINITIONS

Any discrepancies in figures included in this Circular between the amounts listed and the totals thereof are due to rounding. Accordingly, figures shown as totals in this Circular may not be an arithmetic aggregation of the figures that precede them.

LETTER TO SHAREHOLDERS

BENG KUANG MARINE LIMITED
(Company Registration No.: 199400196M)
(Incorporated in the Republic of Singapore)

Directors:

Mr Chua Beng Yong, *Executive Chairman*
Mr Chua Meng Hua, *Executive Director*
Mr Low Wee Siong, *Lead Independent Director*
Mr Lum Kin Wah, *Independent Director*
Mr Yee Chia Hsing, *Independent Director*

Registered Office:
2 Venture Drive #14-15
Vision Exchange
Singapore 608526

16 October 2023

To: The Shareholders of Beng Kuang Marine Limited

Dear Sir/Madam

EXTRAORDINARY GENERAL MEETING IN RELATION TO:

(1) THE PROPOSED DISPOSAL OF A SECOND LAND PARCEL COMPRISING PART OF THE BATAM SHIPYARD

(2) THE PROPOSED DISPOSAL OF A 1,700 HP TUGBOARD (THE DRAKO GALLANT)

1. INTRODUCTION

The Directors are convening an EGM to be held at 2 Venture Drive, #09-22, Vision Exchange Singapore, 608526 on 31 October 2023 at 3.00 p.m. to seek the approval of the Shareholders for the following matters:

(a) by way of Ordinary Resolution, the Proposed Land Parcel Disposal; and

(b) by way of Ordinary Resolution, the Proposed Tugboat Disposal.

(collectively, the "**Proposed Transactions**").

1.1 Purpose of this Circular

The purpose of this Circular is to provide Shareholders with relevant information relating to the Proposed Transactions to seek Shareholders' approval for the Proposed Transactions at the forthcoming EGM.

The notice of the EGM is set out in the "Notice of Extraordinary General Meeting" section of this Circular.

1.2 Legal Adviser

TSMP Law Corporation has been appointed as the legal adviser to the Company as to Singapore law in relation to the Proposed Transactions.

SHAREHOLDERS ARE ADVISED TO READ THIS CIRCULAR CAREFULLY AND IN ITS ENTIRETY BEFORE DECIDING WHETHER TO VOTE FOR OR AGAINST THE PROPOSED TRANSACTIONS

2. THE PROPOSED LAND PARCEL DISPOSAL

2.1 Background

On 12 April 2023, the Company announced the disposal of 90,000 square metres of land forming part of the Group's 328,956 square metre waterfront fabrication yard on the eastern side of Batam Island, Kabil (the "**Batam Shipyard**", and such disposal the "**First Land Parcel Disposal**").

Shareholders approved the First Land Parcel Disposal at the extraordinary general meeting of the Company on 21 July 2023. As at the Latest Practicable Date, completion of the First Land Parcel Disposal has yet to occur. The Company will keep Shareholders updated on any material developments relating to the First Land Parcel Disposal. Following the completion of the First Land Parcel Disposal, the Batam Shipyard will comprise 238,956 square meters.

On 23 June 2023, the Company announced that its wholly-owned subsidiary PT Nexus Engineering Indonesia (the "**PT Nexus**") had, on 21 June 2023, entered into a term sheet (the "**Term Sheet**") with PT Bukit Batu Mulia for the sale of a further 100,970 square metres of land (the "**Land Parcel**") forming part of the Batam Shipyard, (such disposal the "**Proposed Land Parcel Disposal**").

It was further announced on 16 August 2023 that in connection with the Proposed Land Parcel Disposal, PT Nexus had, on 4 August 2023, entered into a sale and purchase agreement (the "**Land Parcel SPA**") with PT Solid Marine Indonesia (the "**Land Parcel Purchaser**") as the nominee of PT Bukit Batu Mulia. Under the terms of the Land Parcel SPA, completion is conditional upon, among others, PT Nexus having obtained approvals from the Board and the Shareholders of the Company.

2.2 Information on the Proposed Land Parcel Disposal

2.2.1 Information on PT Nexus and the Batam Shipyard

PT Nexus is a wholly-owned subsidiary of the Company and holds the leasehold interest of the Batam Shipyard.

The Batam Shipyard is located at JL. Pattimura RT 01 / RW 04 Kampung Panau, Kelurahan Kabil, Kecamatan Nongsa, Batam 29467 and has a total area of 328,956 square metres, including a sea frontage of 23,256 square metres. The term of the lease for the Batam Shipyard expires on 18 April 2037, and has been fully paid in advance.

As stated above, the Company is in the process of completing the First Land Parcel Disposal and expects completion to take place no later than 31 March 2024. The land parcel subject to the First Land Parcel Disposal comprises 27.36% of the total land area (the "**First Land Parcel**").

The Land Parcel has a total area of 100,970 square metres which is approximately 30.7% of the total land area comprising the Batam Shipyard, including sea frontage and the First Land Parcel. In aggregate, the total land area that will be disposed by the Group under the First Land Parcel Disposal and the Proposed Land Parcel Disposal comprises 58.05% of the total land area of the Batam Shipyard (including sea frontage). Please refer to section 2.9 for more details on the financial effects of the First Land Parcel Disposal and the Proposed Land Parcel Disposal.

As a condition to completion of the Proposed Land Parcel Disposal, the Batam Shipyard will be subdivided into two smaller land parcels and the Land Parcel Purchaser will purchase the Land Parcel from PT Nexus. Upon Completion, PT Nexus will the registered proprietor of the remainder of the Batam Shipyard (i.e. the area of the Batam Shipyard after the First Land Parcel Disposal and Proposed Land Parcel Disposal).

As at the Latest Practicable Date, the Company is in the process of obtaining the necessary approvals for the subdivision of the Batam Shipyard into smaller land parcels. The Company expects to obtain such approvals by end October 2023, in any case prior to completion of the Proposed Land Parcel Disposal.

Please refer to **Appendix A (*The Batam Shipyard*)** for a diagrammatic representation of the Batam Shipyard, including the land comprising the First Land Parcel and the land comprising the Land Parcel. Following completion of the First Land Parcel Disposal and the Proposed Land Parcel Disposal, the Batam Shipyard will comprise an area of 137,986 square meters (including sea frontage of approximately 211 square metres).

2.2.2 Information on the Land Parcel Purchaser

The Land Parcel Purchaser is 99.0% and 1.0% owned by PT Bukit Batu Mulia and PT Solid Tambang Indonesia respectively. Both PT Bukit Batu Mulia and PT Solid Tambang Indonesia are 49.0% and 51.0% owned by George Santos and Summit Excellent Enterprises Ltd respectively.

Summit Excellent Enterprises Ltd is ultimately associated and affiliated with the Nanshan Group of China. The Nanshan Group is a large-scale private joint-stock enterprise listed in the Chinese Federation of Enterprises (CFE)'s Top 500 Chinese Enterprises. The Nanshan Group is in the business of aluminium processing, fabric and garment manufacturing and processing, real estate, finance, scientific research, education, tourism and health preservation.

George Santos is the founder/owner of the Indonesia Solid Group based out of Batam and Riau Indonesia and is engaged in various business activities spanning mining, shipping, constructions, concrete batching, asphalt and stone quarry.

None of the Land Parcel Purchaser, PT Bukit Batu Mulia, PT Solid Tambang Indonesia or their respective shareholders are "interested persons" of the Company for purposes of Chapter 9 of the SGX-ST Listing Manual. There is also no connection between the Land Parcel Purchaser, PT Bukit Batu Mulia, PT Solid Tambang Indonesia and the First Land Parcel Purchaser, its directors and/or its substantial shareholders.

2.2.3 Information on the Introducer

The Company was introduced to the Land Parcel Purchaser by an independent third party, Andro Yeo (the "**Introducer**"). The Introducer had approached the Company when he became aware of the Company's intention to sell part of the Batam Shipyard. The Company has agreed to pay the Introducer an introducer fee on a success basis amounting to approximately 1.0% of the Land Parcel Consideration (as defined below), which shall be paid to the Introducer within 14 days of completion of the Proposed Land Parcel Disposal. The Introducer is not related to any Director or substantial shareholder of the Company.

2.3 Principal terms of the Proposed Land Parcel Disposal

2.3.1 Aggregate value of consideration

In accordance with the terms of the Land Parcel SPA, the consideration payable under the Proposed Land Parcel Disposal is S$9,895,060 (based on the rounded area of 100,970 square meters at S$98.00 per square meter)[1] to be satisfied in cash (the "**Land Parcel Consideration**") as follows:

(a) 1.0% of the Land Parcel Consideration or S$98,951 (the "**Booking Fee**") was paid by the Land Parcel Purchaser upon the signing of the Term Sheet;

(b) 9.0% of the Land Parcel Consideration or S$890,555 (together with the Booking Fee, the "**Downpayment**") was paid by the Land Parcel Purchaser on 9 August 2023. Please refer to section 2.3.3 on when the Downpayment would be refundable; and

(c) 90.0% of the Land Parcel Consideration or S$8,905,554 is payable upon completion of the Proposed Land Parcel Disposal.

The Land Parcel Consideration was arrived at on a willing buyer and willing seller basis after arm's length negotiations between PT Nexus and the Land Parcel Purchaser, taking into account, *inter alia*, the following factors:

(i) the prevailing market conditions;

(ii) the fair value of the Land Parcel, based on the Valuation Report (as defined below) dated 16 February 2023, based on an inspection conducted on 16 January 2023;

(iii) the fact that the Land Parcel comprises part of the Batam Shipyard that has remained underutilized since 2014 due to downturn in the offshore oil and gas sector. As at the Latest Practicable Date, the Group no longer uses the Batam

[1] This is compared to the S$96.00 per square meter as agreed between the Land Parcel Purchaser and the Group for the sale of the First Land Parcel under the First Land Parcel Disposal.

Shipyard for shipbuilding operations and mainly uses the Batam Shipyard for berthing and the cold stacking of its customer's vessels (i.e. the storage of its customer's vessels); and

(iv) the Group's immediate and future business needs. Please refer to section 2.7 of this Circular for the rationale for the Proposed Land Parcel Disposal.

2.3.2 Conditions Precedent

Under the terms of the Land Parcel SPA, completion of the Proposed Land Parcel Disposal is conditional upon the fulfilment of the following material conditions:

(a) PT Nexus having obtained approvals from the Board and the Company's shareholders for the consummation of the Proposed Land Parcel Disposal; and

(b) PT Nexus having obtained all necessary governmental and regulatory approvals (including from the SGX-ST and relevant Indonesian authorities such as the Batam Free Trade Zone and Free Port Authority).

2.3.3 Refund of Downpayment

Under the Land Parcel SPA, the parties have agreed to the repayment or forfeiture (as the case may be) of the Downpayment as follows:

(a) PT Nexus's failure to obtain any relevant approvals (including Shareholders approval) by 31 December 2023.

PT Nexus must refund the Downpayment plus interest in the event completion of the Proposed Land Parcel Disposal does not occur before 31 December 2023 due to the failure by PT Nexus to obtain any necessary approval or consent from any parties applicable to PT Nexus or the Land Parcel in respect of the Proposed Land Parcel Disposal (including the approval of Shareholders or the approval from the Batam Free Trade Zone and Free Port Authority) ("**Long-stop Date**"). PT Nexus does not have a right to extend such Long-stop Date without the consent of the Land Parcel Purchase.

The interest shall be calculated based on the interest rate of Bank Indonesia (SBI) applicable at that time ("**BSI Rate**"), and the Downpayment and the interest must be paid within fourteen (14) days from the rejection of any necessary approval or consent from any parties applicable to PT Nexus. Assuming a BSI Rate of 5.56% per annum, in the event PT Nexus fails to obtain such approvals by the Long-stop Date, the interest payable by PT Nexus is approximately S$22,605.

(b) PT Nexus or the Land Parcel Purchaser terminates the Land Parcel SPA prior to the Long-stop Date

If the terminating party is PT Nexus, PT Nexus is obligated to return the Downpayment plus a sum equal to half of the Downpayment to the Land Parcel

Purchaser. In such an event, PT Nexus would be obligated to pay the Land Parcel Purchaser an amount equal to approximately S$1.48 million.

If the terminating party is the Land Parcel Purchaser, 50.0% of the Downpayment is forfeited and PT Nexus must return the other 50.0% of the Downpayment to the Land Parcel Purchaser within 14 days.

In addition, PT Nexus is providing certain warranties relating to the Land Parcel, including that PT Nexus has the right and full authority to sell the Land Parcel, that the Land Parcel is free from encumbrances and not sold or transferred to any other parties. In the event any such warranties are not true, PT Nexus will have to refund the Downpayment plus interest to the Land Parcel Purchaser, and the Land Parcel SPA will become void.

2.3.4 Other terms

In addition, the Proposed Land Parcel Disposal is subject to tenancy. PT Nexus has leased part of the land area of the Land Parcel to PT Buana Cipta Mandala (the "**PT Buana**") under the terms of a lease agreement dated 1 February 2023 (the "**Existing Lease**"). The Existing Lease expires on 31 January 2024. It is a term of the Land Parcel SPA that the Land Parcel Purchaser shall, within 14 days from the date of the Land Parcel SPA, enter into either (a) a renewal agreement to renew the term of the Existing Lease (the "**Renewal Agreement**"); or (b) mutually agree to a termination with PT Buana, however the Land Parcel Purchaser shall permit PT Buana to complete its existing projects or works on the Land Parcel until 31 April 2024, representing a three month extension to the term of the Existing Lease.

As at the Latest Practicable Date, the Company understands that the Land Parcel Purchaser will not be entering into a Renewal Agreement with PT Buana, and the Land Parcel Purchaser will be permitting PT Buana to complete its existing projects or works on at the Land Parcel until 31 April 2024. PT Nexus will novate the Existing Lease to the Land Parcel Purchaser, and the Land Parcel Purchaser will then enter into an agreement to extend the lease with PT Buana.

2.4 Independent Valuation

The Company has commissioned KJPP Toto Suharto & Rekan (the "**Independent valuer**"), to perform a valuation of the Batam Shipyard.

The Independent Valuer is an official member of the Public Appraiser Service Office of the Republic of Indonesia (Kantor Jasa Penilai Publik (KJPP)). The valuation performed by the Independent Valuer is in accordance with the Indonesian Appraisal Code of Ethics (KEPI) and Indonesian Appraisal Standards (SPI) Edition VII-2018.

Based on the valuation report prepared for PT Nexus by the Independent Valuer dated 16 February 2023, based on an inspection conducted on 16 January 2023 (the "**Valuation Report**"), the fair value of the Batam Shipyard (comprising the land and the buildings) as at 31 December 2022 (i.e. prior to completion of the First Land Parcel Disposal) is IDR 411,506,600,000 (being S$35.30 million based on an exchange rate of S$1:IDR11,659).

Shareholders are advised to read and consider the Valuation Report issued by the Independent Valuer in respect of the valuation of the Batam Shipyard carefully. A copy of the Valuation Report was appended to the Company's circular in relation to the First Land Parcel Disposal, which was despatched to Shareholders and published on SGXNet on 7 July 2023. A copy of the Valuation Report is also available for inspection at the registered office of the Company. Please refer to section 9 of this Circular for more information.

The Valuation Report valued the total land area of the Batam Shipyard (prior to completion of the First Land Parcel Disposal) at approximately S$75.48 per square metre. This in turn values the Land Parcel at approximately S$7.38 million. In addition, the Land Parcel includes two slip ways which, based on the Valuation Report, is valued at S$1.0 million. Based on the foregoing, this imputes an approximately S$8.38 million value on the Land Parcel.

As at the Latest Practicable date, the Board is satisfied that the Valuation Report continues to be relevant and that the Land Parcel Consideration for the Proposed Land Parcel Disposal is still fair as the Land Parcel Consideration was agreed between the parties at the date of the Term Sheet (being 21 June 2023). This date was within 6 months from the date of the Valuation Report and there has been no change to the Land Parcel Consideration since the Term Sheet was entered into. In addition, nothing has come to the Board's attention that would materially affect the Board's view that the Valuation Report continues to be relevant and that the Land Parcel Consideration for the Proposed Land Parcel Disposal is fair.

Notwithstanding the above, the Independent Valuer has on 26 September 2023 issued a confirmation letter (the "**Confirmation Letter**") under which it confirmed the fair value of the Land Parcel as at 20 September 2023 (excluding the buildings and the slip ways) as IDR89.07 billion (being S$7.6 million at an exchange rate of S$1:IDR11,659). Including the two slip ways, this would impute an approximately S$8.6 million value on the Land Parcel.

The Company notes that the Land Parcel Consideration is above the valuation ascribed to the Land Parcel based on the Valuation Report and the valuation ascribed to the Land Parcel under the Confirmation Letter.

The Valuation Report defines "fair value" as the price that will be received from the sale of asset or paid for the transfer of liabilities in an orderly transaction among market participants on the measurement date, which definition is in accordance with Indonesia Appraisal Standards.

The Independent Valuer utilised a cost approach to determine the fair value of the Batam Shipyard. The Independent Valuer has indicated that the cost approach is the most suitable approach to use, given the characteristics of the asset, among others. In comparison, the market approach was considered to be infeasible as the comparative data was not available on site while the income approach was not applicable as the asset does not result in direct income.

2.5 Value of the Land Parcel

Based on the unaudited management accounts of PT Nexus for 31 December 2022, the net book value of the Land Parcel is S$4.68 million (as compared to the net book value of the First Land Parcel of S$0.6 million). The net book value for the Land Parcel is higher than that of the First Land Parcel as the Group incurred higher yard development costs for the Land Parcel. The Batam Shipyard is largely sited on reclaimed land, and the costs of such land reclamation is higher the

further the land is from the shore, The Land Parcel Consideration (approximately S$9.89 million) represents a S$5.21 million excess over the net book value of the Land Parcel (approximately S$4.68 million) as at 31 December 2022, before deducting for applicable taxes and legal fees and other related expenses in connection with the Proposed Land Parcel Disposal.

The Land Parcel comprises part of the Batam Shipyard that has remained underutilised since FY2014 due to downturn in the offshore oil and gas sector. As disclosed above, as the Group no longer uses the Batam Shipyard for shipbuilding operations and mainly uses the Batam Shipyard for berthing and the cold stacking of its customer's vessels (i.e. the storage of its customer's vessels), the Proposed Land Parcel Disposal will not have a material impact to the Group's operations.

2.6 Use of proceeds

As the Batam Shipyard is presently unencumbered, the Company intends to apply up to S$5.0 million of the net proceeds of the Proposed Land Parcel Disposal ("**Net Proceeds**") to repay its bank and other borrowings (including the 2024 Bonds, as defined in the Company's announcement dated 28 October 2021), with the remainder to be used for general working capital purposes of the Group. The 2024 bonds mature on 5 November 2024. Please see the table below for a breakdown of how the Company intends to use the Net Proceeds of the Proposed Land Parcel Disposal:-

Use of Net Proceeds	Amount ($S'000)	As a percentage of Net Proceeds
Repay its bank and other borrowings	2,000 - 5,000	21% - 53%
General working capital of the Group	4,449 – 7,449	47% - 79%
Total	9,449	100%

As disclosed by the Company in its Annual Report, the Board is pursuing cost minimisation and deleveraging initiatives, while focusing on monetising fixed assets to achieve an asset light business. The Proposed Land Parcel Disposal is a step in this direction, and the Company intends to continue pursuing such a strategy, which may include the sale of its other assets in the future. In the event the Proposed Land Parcel Disposal is not approved by Shareholders, the Company would have to seek alternative sources in order to repay its bank borrowings.

2.7 Rationale for the Proposed Land Parcel Disposal

The Proposed Land Parcel Disposal will be beneficial to and is in the best interests of the Company and the Group for the following reasons:

2.7.1 The Land Parcel comprises part of the Batam Shipyard that has remained underutilised since FY2014 due to the downturn in the offshore oil and gas sector. The Company believes that the Proposed Land Parcel Disposal is an opportunity for the Company to realise the value of the Batam Shipyard at a reasonable premium to its investment costs, so as to mitigate the challenges of evolving economic market conditions for the marine and oil & gas industry as a whole.

2.7.2 The Proposed Land Parcel Disposal will enable the Group to substantially repay its bank borrowings and reap substantial interest savings as well as lowering the depreciation expenses as the Group transforms towards asset light strategy.

2.7.3 It will strengthen the Group as an on-going concern, via the strengthening balance sheet and net current liabilities.

2.8 Relative figures computed on the bases set out in Rule 1006 of the Listing Manual

The relative figures of the Proposed Land Parcel Disposal under Listing Rule 1006 of Mainboard Rules based on unaudited condensed interim financial statements of the Group for the six months ended 30 June 2023 (being the latest announced consolidated accounts), are set out below.

Rule 1006	Bases	Relative Figures (%)
(a)	Net asset value of the assets to be disposed of, compared with the Group's net asset value	76.23 (1)
(b)	Net profits attributable to the assets acquired or disposed of, compared with the Group's net profits	Not applicable (2)
(c)	Aggregate value of the consideration given or received, compared with the Company's market capitalisation based on the total number of issued shares excluding treasury shares	67.12 (3)
(d)	Number of equity securities issued by the Company as consideration for an acquisition, compared with the number of equity securities previously in issue	Not applicable
(e)	The aggregate volume or amount of proven and probable reserves to be acquired, compared with the aggregate of the Group's proven and probable reserves	Not applicable

Notes:

(1) The net asset value of the Land Parcel is approximately S$4.68 million as at 30 June 2023 and the Group's net asset value attributable to Shareholders as at 30 June 2023 is S$5.56 million.

(2) The Proposed Land Parcel Disposal relates to a disposal of the Land Parcel. The Land Parcel comprises part of the Batam Shipyard that has remained underutilised since 2014 and the Batam Shipyard has since been reporting losses.

(3) The aggregate value of the Land Parcel Consideration is S$9.89 million. The market capitalisation of the Company on the Market Day preceding the date of the Term Sheet was S$14.74 million.

As the relative figure under Rule 1006(c) of the Mainboard Rules exceeds 20.0%, the Proposed Land Parcel Disposal constitutes a "major transaction" as defined in Chapter 10 of the Mainboard

Rules, and the Company is seeking shareholder's approval for the Proposed Land Parcel Disposal.

2.9 Financial effects of the Proposed Land Parcel Disposal

The proforma financial effects of the Proposed Land Parcel Disposal on the net tangible asset ("**NTA**") per share and the loss per share ("**LPS**") of the Company are set out below. The proforma financial effects have been prepared based on:-

(a) the audited consolidated financial results of the Group for 31 December 2022; and

(b) the unaudited management accounts of PT Nexus for 31 December 2022.

The proforma financial effects are purely for illustration purposes only and are therefore not necessarily indicative of the actual financial position of the Group after the Proposed Land Parcel Disposal has been completed.

2.9.1 Net Tangible Asset

For illustrative purposes only, the proforma financial effects of the Proposed Land Parcel Disposal on the Company's NTA per share, assuming that the Proposed Land Parcel Disposal had been completed on 31 December 2022, being the end of the most recently completed financial year, are set out below:

NTA	Before the First Land Parcel Disposal and the Proposed Land Parcel Disposal	After the First Land Parcel Disposal, but before the Proposed Land Parcel Disposal	After the First Land Parcel Disposal and the Proposed Land Parcel Disposal
NTA (2) (S$'000)	6,144	13,836(3)	18,601(4)
Number of issued Shares (1)	199,210,406	199,210,406	199,210,406
NTA per Share (cents)	3.08	6.95	9.34

Notes:

(1) As at the Latest Practicable Date, the Company does not have any treasury shares or subsidiary holdings.

(2) NTA attributable to the shareholders, excluding minority interests.

(3) The increase in NTA is due to the net gain on disposal as a result of the First Land Parcel Disposal. The consideration under the First Land Parcel Disposal represented a S$7.69 million excess over the net book value of the First Land Parcel as at 31 December 2022 after deducting for applicable taxes and legal fees and other related expenses.

(4) The increase in NTA is due to the net gain on disposal as a result of the Proposed Land Parcel Disposal. The consideration under the Proposed Land Parcel Disposal represented a S$5.21 million excess over the net book value of the First Land Parcel as at 31 December 2022. After deducting for applicable taxes and legal fees and other related expenses, the expected gain on disposal as a result of the Proposed Land Parcel Disposal is S$4.77 million.

2.9.2 Loss per Share

For illustrative purposes only, the proforma financial effects of the Proposed Land Parcel Disposal on the consolidated losses of the Group, assuming that the Proposed Land Parcel Disposal had been completed on 1 January 2022, being the beginning of the most recently completed financial year, are set out below:

LPS	Before the First Land Parcel Disposal and the Proposed Land Parcel Disposal	After the First Land Parcel Disposal, but before the Proposed Land Parcel Disposal	After the First Land Parcel Disposal and the Proposed Land Parcel Disposal
Loss attributable to the owners of the Company (S$'000)	(21,829)	(14,136)	(9,371) (2)
Weighted average number of issued Shares (1) ('000)	199,210	199,210	199,210
LPS - Basic (cents)	(10.96)	(7.09)	(4.70)

Note:

(1) This is equal to the number of issued Shares as at 31 December 2022, as there were no changes in the number of the Company's issued shares in FY2022.

(2) The decrease in the losses attributable to the owners of the Company is due to the gain on disposal as a result of the Proposed Land Parcel Disposal.

2.10 Directors' Service Contracts

No person is proposed to be appointed as a director of the Company in connection with the Proposed Land Parcel Disposal. Accordingly, no service contract is proposed to be entered into between the Company and any such person.

3. THE PROPOSED TUGBOAT DISPOSAL

3.1 Background

On 30 May 2023, the Company announced that its wholly-owned subsidiary PT Marina Shipping (the "**Tugboat Seller**") had entered into a sale and purchase agreement (the "**First SPA**") with PT Pelayaran Sinar Varuna Sentosa (the "**Tugboat Purchaser**") for the sale by the Tugboat Seller and the purchase by the Tugboat Purchaser of a 1,700hp tugboat (the "**First Tugboat**", and such disposal the "**First Tugboat Disposal**"). The Company completed the First Tugboat Disposal on 29 May 2023.

On 28 June 2023, the Company further announced that following the entry into the First SPA, the Tugboat Purchaser and the Tugboat Seller had on 26 June 2023 entered into a second sale and purchase agreement (the "**Second SPA**"), for the sale by the Tugboat Seller and the purchase of the Tugboat Purchaser of a second 1,700hp tugboat, the Drako Gallant (the "**Second Tugboat**", and such disposal the "**Proposed Tugboat Disposal**"). The Company ceased operating the Second Tugboat on the date of the Second SPA.

Under Rule 1005, in determining whether a transaction is a non-discloseable transaction, discloseable transaction, major transaction or very substantial acquisition or reverse takeover, the SGX-ST may aggregate separate transactions completed within the last 12 months and treat them as if they were one transaction. As the Group had previously sold the First Tugboat to the Tugboat Purchaser, who is also the purchaser under the Second SPA, the Group has aggregated the First Tugboat Disposal with the Proposed Tugboat Disposal in calculating the relative figures computed under Rule 1006(a) of the Mainboard Rules.

As the relative figures computed under Rule 1006(a) of the Mainboard Rules for the First Tugboat Disposal and the Proposed Tugboat Disposal on an aggregated basis exceeds 20.0%, the transactions, when viewed collectively, would constitute a "major transaction" under Chapter 10 of the Mainboard Rules. As such, the Company is convening the EGM to seek the approval of its Shareholders for the Proposed Tugboat Disposal.

3.2 Information on the Proposed Tugboat Disposal

3.2.1 Information on the Tugboat Seller

The Tugboat Seller is a wholly-owned subsidiary of the Company. The principal assets of the Tugboat Seller (excluding the First Tugboat) include the Second Tugboat and one special purpose crane work barge, all of which are utilised by the Group at the Group's Batam Shipyard, including as a tugboat for ship berthing purposes and periodical ad hoc spot charters.

3.2.2 Information on the Tugboat Purchaser

As disclosed by the Company on 30 May 2023, the Tugboat Purchaser is a company incorporated in Indonesia.

None of the Tugboat Purchaser or its directors or shareholders are "interested persons" for purposes of Chapter 9 of the Mainboard Rules.

No broker or introducer was involved in the Proposed Tugboat Disposal.

3.2.3 Information on the Tugboats

Details of the First Tugboat and the Second Tugboat are set out in **Appendix B (*The Tugboats*)**.

3.3 Principal terms of the First Tugboat Disposal

As disclosed in the Company's announcement dated 30 May 2023, the terms of the First Tugboat Disposal are as follows.

3.3.1 Aggregate value of consideration

Under the terms of the First SPA, the consideration payable by the Tugboat Purchaser for the First Tugboat is S$970,000 to be satisfied in cash.

The consideration was arrived at on a willing buyer willing seller basis, after arm's length negotiations between the Tugboat Seller and the Tugboat Purchaser, taking into account, among others, the following factors:

(a) prevailing market conditions;

(b) the Group's immediate and future business needs, including the Group's move towards a capital asset-light business model, as well as the operational needs of the Batam Shipyard; and

(c) the extent to which the First Tugboat contributes to the business of the Group. Loss attributable to the First Tugboat amounted to S$38,000 for the three-month period ended 31 March 2023 and loss attributable to the First Tugboat amounted to S$0.23 million for FY2022.

3.3.2 Conditions to completion

The completion of the First Tugboat Disposal was not subject to any material conditions.

3.3.3 Value of the First Tugboat

The net book value of the First Tugboat as at 30 June 2023 was S$1.0 million. As such, the consideration for the First Tugboat (i.e. S$970,000) represents a loss of S$30,000 to the net book value of the First Tugboat.

3.4 Principal terms of the Proposed Tugboat Disposal

3.4.1 Aggregate value of consideration

The consideration payable by the Tugboat Purchaser for the Proposed Tugboat Disposal is IDR 10,684,800,000 (approximately S$967,000 based on an exchange rate of S$1:IDR 11,053) to be satisfied in cash on completion (the "**Tugboat Consideration**").

Under the terms of the Second SPA, the Tugboat Consideration shall be paid to the Tugboat Seller in the following manner:

(a) the first down payment in the amount of IDR 556,500,000 (approximately S$50,348, based on an exchange rate of S$1:IDR 11,053) was paid by the Tugboat Purchaser on the signing of the Second SPA;

(b) the second down payment in the amount of IDR 5,008,500,000 (approximately S$453,135, based on an exchange rate of S$1:IDR 11,053) was paid by the Tugboat Purchaser on 24 July 2023, being such date no later than the fourth week from 26 June 2023; and

(c) the remaining balance amounting to IDR 5,119,800,000 (approximately S$463,205, based on an exchange rate of S$1:IDR 11,053) shall be paid by the Tugboat Purchaser at the time of the signing a notarized sale and purchase deed in respect of the Second Tugboat, which will be executed by the Tugboat Purchaser and the Tugboat Seller after the approval of Shareholders has been obtained.

The Tugboat Consideration was arrived at on a willing buyer willing seller basis, after arm's length negotiations between the Tugboat Seller and the Tugboat Purchaser, taking into account, among others, the following factors:

(i) prevailing market conditions;

(ii) the Group's immediate and future business needs, including the Group's move towards a capital asset-light business model, as well as the operational needs of the Batam Shipyard; and

(iii) the extent to which the Second Tugboat contributes to the business of the Group. Loss attributable to the Second Tugboat amounted to S$51,000 for the three-month period ended 31 March 2023 and loss attributable to the Second Tugboat amounted to S$0.22 million for FY2022.

No valuer was appointed to value the Second Tugboat for purposes. The Company notes that (i) the Tugboat Consideration is not far from the net book value of the Second Tugboat. The net book value of the Second Tugboat as at 30 June 2023 was S$1.0 million. Please refer to section 3.5 for more details; (ii) in line with the Group's strategy to move towards a capital asset-light business model and the Group's intention to exit the shipping business, the Group has been trying to sell the Second Tugboat for more than one year. The Board views the Proposed Tugboat Disposal as an opportunity to dispose of the Second Tugboat in light of the Group's immediate and future business needs.

3.4.2 Conditions to completion

Completion of the Proposed Tugboat Disposal is conditional upon the Tugboat Seller obtaining the necessary approvals from the Board and its Shareholders. Save for this, there are no material conditions attaching to the Proposed Tugboat Disposal. There is no long-stop date under the Second SPA.

3.5 Value of the Second Tugboat

The net book value of the Second Tugboat as at 30 June 2023 was S$1.0 million. As such, the Tugboat Consideration (i.e. S$967,000) represents a loss of S$33,000 to the net book value of the Second Tugboat. As the Company ceased operating the Second Tugboat on 26 June 2023, being

the date of the Second SPA, the Company expects to record an operating loss of S$120,000 in relation to the Proposed Tugboat Disposal for the six-month period ended 30 June 2023 and for FY2023.

3.6 Use of proceeds

The Company intends to use the net proceeds of the Proposed Tugboat Disposal to repay its bank and other borrowings and for the general working capital of the Group.

3.7 Rationale for the Proposed Tugboat Disposal

Following the First Tugboat Disposal, the Proposed Tugboat Disposal is in line with the Group's strategy to move towards a capital asset-light business model and the Group's intention to exit the shipping business, following the discontinuation of its cattle line business.

In addition, the Proposed Tugboat Disposal marks an opportunity for the Group to reduce its borrowings, reduce interest, improve net current liability position and free up cash for the Group's other business segments that are generating positive returns and to reduce the risk of potential vessel impairment in view of prevailing market conditions.

3.8 Relative figures computed on the bases set out in Rule 1006 of the Listing Manual

The relative figures of the First Tugboat Disposal and the Proposed Tugboat Disposal on an aggregated basis under Rule 1006 of the Mainboard Rules based on the audited financial statements of the Group for FY2022 are set out below. In calculating the relative figures, the Company has adopted the audited financial statements of the Group for FY2022 as the First Tugboat Disposal was completed prior to 30 June 2023.

Rule 1006	Bases	Relative Figures (on an aggregated basis) (%)	Relative Figures (Second Tugboat Disposal) (%)
(a)	Net asset value of the assets to be disposed of,compared with the Group's net asset value	32.55 (1)	16.28 (1)
(b)	Net profits attributable to the assets acquired or dispose of, compared with the Group's net profits	2.06 (2)	1.02 (2)
(c)	Aggregate value of the consideration given or received, compared with the Company's market capitalisation based on the total number of issued Shares excluding treasury shares	12.63 (3)	6.30 (3)

(d)	Number of equity securities issued by the Company as consideration for an acquisition, compared with the number of equity securities previously in issue	Not applicable	Not applicable
(e)	The aggregate volume or amount of proven and probable reserves to be acquired, compared with the aggregate of the Group's proven and probable reserves	Not applicable	Not applicable

Notes:

(1) The net asset value as at 31 December 2022 of the First Tugboat and the Second Tugboat is approximately S$1.0 million and S$1.0 million respectively, for an aggregate of approximately S$2.0 million. The Group's net asset value attributable to Shareholders as at 31 December 2022 was S$6.14 million.

(2) The net loss attributable to the First Tugboat and the Second Tugboat for FY2022 was S$0.23 million and S$0.22 million respectively, for an aggregate of approximately S$0.45 million. The Group's net loss attributable to Shareholders as at 31 December 2022 was S$21.83 million.

(3) The aggregate value of the consideration for the First Tugboat Disposal and the Proposed Tugboat Disposal is S$0.97 million and S$0.97 million respectively, for an aggregate of approximately S$1.94 million. Under Rule 1002(5), the market capitalisation of the Company is determined by multiplying the number of shares in issue by the weighted average price of such shares transacted on the Market Day preceding the date of the sale and purchase agreement. Based on such shares transacted on 26 June 2023, the Company's market capitalisation was S$15.40 million.

As the relative figures for the First Tugboat Disposal and the Proposed Tugboat Disposal on an aggregated basis computed under Rule 1006(a) of the Mainboard Rules exceeds 20.0%, the transactions, when viewed collectively, constitute a "major transaction" under Chapter 10 of the Mainboard Rules. As such, completion of the Proposed Tugboat Disposal is conditional upon the approval by the Shareholders at the EGM.

3.9 Financial effects

3.9.1 Net Tangible Asset

For illustrative purposes only, the proforma financial effects of the First Tugboat Disposal and the Proposed Tugboat Disposal on the Group's NTA per Share, assuming that the transactions had been completed on 31 December 2022, being the end of the most recently completed financial year, are set out below:

NTA	Before the First Tugboat Disposal and the Proposed Tugboat Disposal (1)	After the First Tugboat Disposal (1)	After the First Tugboat Disposal and the Proposed Tugboat Disposal (1)
NTA (S$'000)	6,144	6,114	6,081

Number of issued shares (excluding treasury shares) ('000)	199,210	199,210	199,210
NTA per Share (cents)	3.08	3.07	3.05

Notes:

(1) This excludes the financial effects of the Group's disposal of the First Land Parcel Disposal and the Proposed Land Parcel Disposal.

3.9.2 LPS

For illustrative purposes only, the proforma financial effects of the First Tugboat Disposal and the Proposed Tugboat Disposal on the consolidated losses of the Group, assuming that the First Tugboat Disposal and the Proposed Tugboat Disposal had been completed on 1 January 2022, being the beginning of the most recently completed financial year, are set out below:

NTA	After the First Tugboat Disposal and the Proposed Disposal (1)	After the First Tugboat Disposal (1)	After the First Tugboat Disposal and the Proposed Disposal (1)
Loss for the year attributable to owners of the Company (S$'000)	(21,829)	(21,763) (2)	(21,705) (2)
Weighted average number of issued shares ('000)	199,210	199,210	199,210
LPS - Basic (cents)	(10.96)	(10.92) (3)	(10.90) (3)

Note:

(1) This excludes the financial effects of the Group's disposal of the First Land Parcel Disposal and the Proposed Land Parcel Disposal.

(2) The decrease in loss attributable to owners of the Company is due to the net gain on disposal as a result of the First Tugboat Disposal and the Second Tugboat Disposal.

(3) As the above illustration is on the basis that the First Tugboat Disposal and the Proposed Tugboat

Disposal completed on 1 January 2022, the operating losses attributable to both Tugboats for FY2022 will be reversed. Hence, in calculating the LPS, each of the First Tugboat Disposal and the Proposed Tugboat Disposal will record a gain (i.e. a decrease in LPS).

3.10 Directors' Service Contracts

No person is proposed to be appointed as a director of the Company in connection with the Proposed Tugboat Disposal. Accordingly, no service contract is proposed to be entered into between the Company and any such person.

4. DIRECTORS AND SUBSTANTIAL SHAREHOLDERS' INTERESTS

None of the directors or controlling shareholders of the Company and their respective Associates has any interest, direct or indirect, in the Proposed Land Parcel Disposal or the Proposed Tugboat Disposal, other than through their shareholding interests in the Company.

5. EXTRAORDINARY GENERAL MEETING

The EGM, notice of which is set out on pages N-1 to N-3 of this Circular, will be held at 2 Venture Drive, #09-22, Vision Exchange, Singapore 608526 on 31 October 2023 at 3.00 p.m. for the purpose of considering and if thought fit, passing, with or without any modification to, the Ordinary Resolution set out in the Notice of EGM.

6. ACTION TO BE TAKEN BY SHAREHOLDERS

6.1 Submission of Questions in Advance of the EGM

(a) All Shareholders may submit substantial and relevant questions relating to the business of the EGM up till 24 October 2023 at 3.00 p.m. either:

(i) via post to Company's registered office at 2 Venture Drive, #14-15, Vision Exchange, Singapore 608526; or

(ii) via electronic mail to william.lee@bkmgroup.com.sg.

Shareholders who submit questions in advance of the EGM should provide their full name, address, contact number, email and the manner in which they hold Shares (if you hold Shares directly, please provide your account number with CDP; otherwise, please state if you hold your Shares through CPF or SRS or other Relevant Intermediary), for our verification purposes.

(b) The Company will endeavour to address all substantial and relevant questions:

(i) (if received by the deadline set out in section 6.1(a) above) before the EGM, and in any case by 3.00 p.m. on 26 October 2023 (being more than 48 hours prior to the closing date and time for the lodgement of the Proxy Forms), via an announcement on SGXNet and the Company's website; or

(ii) (if received after the deadline set out in section 6.1(a) above) during the EGM.

(c) The Company will also, within one (1) month after the date of the EGM, publish the minutes of the EGM on SGXNet and the Company's website, and the minutes will include the responses to the questions referred to above.

6.2 Voting

Shareholders who wish to exercise their voting rights at the EGM may:

(a) (where the Shareholder is an individual) attend and vote at the EGM; or

(b) (where the Shareholder is an individual or a corporate) appoint a proxy to vote on their behalf.

Each of the resolutions to be put to the vote of members at the EGM (and at any adjournment thereof) will be voted on by way of a poll.

Shareholders (including Relevant Intermediaries) who wish to vote on any or all of the resolutions at the EGM via proxy must submit a Proxy Form to appoint the proxy. The Proxy Form must be submitted to the Company in the following manner:

(a) if submitted by post, be lodged at the office of the Company's registered office at 2 Venture Drive, #14-15, Vision Exchange, Singapore 608526; or

(b) if submitted electronically, be submitted via email to william.lee@bkmgroup.com.sg,

in either case **by no later than 3.00 p.m. on 29 October 2023, being 48 hours before the time appointed for the EGM**.

The accompanying Proxy Form for the EGM may be accessed via the Company's corporate website at the following URL: http://www.bkmgroup.com.sg, and will also be made available on the SGX website at the following URL: https://www.sgx.com/securities/company-announcements.

A member can appoint the Chairman of the EGM as his/her/its proxy, but this is not mandatory. A proxy need not be a member of the Company.

In the case of submission of the Proxy Form appointing the Chairman of the EGM as proxy, it must be under the hand of the appointor or of his attorney duly authorised in writing. Where the instrument appointing the Chairman of the EGM as proxy is executed by a corporation, it must be executed either under its seal or signed on its behalf by an attorney duly authorised in writing or by an authorised officer of the corporation. Where the instrument appointing the Chairman of the EGM as proxy is executed by an attorney on behalf of the appointor, the letter or power of attorney or a duly certified copy thereof must be lodged with the instrument, failing which the instrument may be treated as invalid.

A corporation which is a Shareholder may authorise by resolution of its directors or other governing body such person as it thinks fit to act as its representative at the EGM, in accordance with Section 179 of the Companies Act, and the person so authorised shall upon production of a copy of such resolution certified by a director of the corporation to be a true copy, be entitled to exercise the

powers on behalf of the corporation so represented as the corporation could exercise in person if it were an individual.

An investor who holds shares through the CPF or SRS and wishes to vote, should approach their respective CPF Agent Banks or SRS Operators to submit their votes to appoint the Chairman of the EGM as their proxy, at least 7 working days before the EGM (i.e. 20 October 2023). A Depositor's name must appear on the Depository Register maintained by CDP as at 72 hours before the time fixed for holding the EGM in order for the Depositor to be entitled to vote at the EGM.

The Company shall be entitled to reject the instrument appointing a proxy(ies) if it is incomplete, improperly completed or illegible, or where the true intentions of the appointor are not ascertainable from the instructions of the appointor specified in the instrument appointing a proxy(ies). In addition, in the case of Shares entered in the Depository Register, the Company may reject any instrument appointing a proxy(ies) lodged if the Shareholder, being the appointor, is not shown to have Shares entered against his name in the Depository Register as at 72 hours before the time appointed for holding the EGM, as certified by CDP to the Company.

6.3 Voting Results

An independent scrutineer will be appointed by the Company to direct and supervise the counting and validation of all valid votes cast at the EGM. The voting results will be announced during the EGM and the Company will also issue an announcement on SGXNet on the results of the resolutions put to vote at the EGM.

7. DIRECTORS' RECOMMENDATION

Having considered the terms, the rationale and the benefits of (i) the Proposed Land Parcel Disposal and (ii) the Proposed Tugboat Disposal, the Directors are of the view that the Proposed Land Parcel Disposal and Proposed Tugboat Disposal are in the best interests of the Company and accordingly recommend that the Shareholders vote in favour of the resolutions for the Proposed Land Parcel Disposal and Proposed Tugboat Disposal.

8. DIRECTORS' RESPONSIBILITY STATEMENT

The Directors collectively and individually accept full responsibility for the accuracy of the information given in this Circular and confirm after making all reasonable enquiries that, to the best of their knowledge and belief, this Circular constitutes full and true disclosure of all material facts about the Proposed Land Parcel Disposal, Proposed Tugboat Disposal and the Group, and the Directors are not aware of any facts the omission of which would make any statement in this Circular misleading. Where information in this Circular has been extracted from published or otherwise publicly available sources or obtained from a named source, the sole responsibility of the Directors has been to ensure that such information has been accurately and correctly extracted from those sources and/or reproduced in this Circular in its proper form and context.

9. DOCUMENTS AVAILABLE FOR INSPECTION

Copies of the following documents are available for inspection at the registered office of the Company at 2 Venture Drive #14-15, Vision Exchange, Singapore 608526, during normal business

hours three (3) months from 28 June 2023, being the date of the Company's announcement on the Proposed Land Parcel Disposal and Proposed Tugboat Disposal:

(a) the Constitution of the Company;

(b) the Annual Report;

(c) the Term Sheet;

(d) the Valuation Report;

(e) the First SPA; and

(f) the Second SPA.

NOTICE OF EXTRAORDINARY GENERAL MEETING

BENG KUANG MARINE LIMITED

(Incorporated in the Republic of Singapore)
(Company Registration No.:199400196M)

NOTICE IS HEREBY GIVEN that an Extraordinary General Meeting ("**EGM**") of **BENG KUANG MARINE LIMITED** ("**Company**") will be held at 2 Venture Drive, #09-22, Vision Exchange, Singapore 608526 on 31 October 2023 at 3.00 p.m. for the purpose of considering and, if thought fit, passing with or without modifications, the resolutions herein under:

ORDINARY RESOLUTION 1

The Proposed Land Parcel Disposal

That approval be and is hereby given, for the Proposed Land Parcel Disposal, details of which are set out in the Circular.

ORDINARY RESOLUTION 2

The Proposed Tugboat Disposal

That approval be and is hereby given, for the Proposed Tugboat Disposal, details of which are set out in the Circular.

By Order of the Board

Chua Beng Yong
Executive Chairman
Singapore
16 October 2023

Notes:

Unless otherwise defined, all capitalised terms used herein shall have the same meanings as the circular dated 16 October 2023.

(1) The EGM will be held, in a wholly physical format, at 2 Venture Drive, #09-22, Vision Exchange, Singapore 608526 on 31 October 2023 at 3.00 p.m. **There will be no option for Shareholders to participate virtually.**

(2) **Submission of Questions in Advance of the EGM**

(a) All Shareholders may submit substantial and relevant questions relating to the business of the EGM up till 24 October 2023 at 3.00 p.m. either:

(i) via post to Company's registered office at 2 Venture Drive #14-15, Vision Exchange Singapore 608526; or

(ii) via electronic mail to william.lee@bkmgroup.com.sg.

Shareholders who submit questions in advance of the EGM should provide their full name, address, contact number, email and the manner in which they hold Shares (if you hold Shares directly, please provide your account number with The Central Depository (Pte) Limited ("**CDP**"); otherwise, please state if you hold your Shares through the Central Provident Fund ("**CPF**"), Supplementary Retirement Scheme ("**SRS**") or other Relevant Intermediary, for our verification purposes.

(b) The Company will endeavour to address all substantial and relevant questions:

(i) (if received by the deadline set out in section 2(a) above) before the EGM, and in any case by 3.00 p.m. on 26 October 2023 (being more than 48 hours prior to the closing date and time for the lodgement of the Proxy Forms), via an announcement on SGXNet and the Company's website; or

(ii) (if received by the deadline set out in section 2(a) above) during the EGM.

(c) The Company will also, within one (1) month after the date of the EGM, publish the minutes of the EGM on SGXNet and the Company's website, and the minutes will include the responses to the questions referred to above.

(3) **Voting**

Shareholders who wish to exercise their voting rights at the EGM may:

(a) (where the Shareholder is an individual) attend and vote at the EGM; or

(b) (where the Shareholder is an individual or a corporate) appoint a proxy to vote on their behalf.

Each of the resolutions to be put to the vote of members at the EGM (and at any adjournment thereof) will be voted on by way of a poll.

Shareholders (including Relevant Intermediaries) who wish to vote on any or all of the resolutions at the EGM via proxy must submit a form of proxy to appoint the proxy ("**Proxy Form**"). The Proxy Form must be submitted to the Company in the following manner:

(a) if submitted by post, be lodged at the office of the Company's registered office at 2 Venture Drive #14-15, Vision Exchange Singapore 608526; or

(b) if submitted electronically, be submitted via email to william.lee@bkmgroup.com.sg,

in either case **by no later than 3.00 p.m. on 29 October 2023, being 48 hours before the time appointed for the EGM**.

The accompanying Proxy Form for the EGM may be accessed via the Company's corporate website at the following URL: http://www.bkmgroup.com.sg, and will also be made available on the SGX website at the URL: https://www.sgx.com/securities/company-announcements.

A member can appoint the Chairman of the EGM as his/her/its proxy, but this is not mandatory. A proxy need not be a member of the Company.

In the case of submission of the Proxy Form appointing the Chairman of the EGM as proxy, it must be under the hand of the appointor or of his attorney duly authorised in writing. Where the instrument appointing the Chairman of the EGM as proxy is executed by a corporation, it must be executed either under its seal or signed on its behalf by an attorney duly authorised in writing or by an authorised officer of the corporation. Where the instrument appointing the Chairman of the EGM as proxy is executed by an attorney on behalf of the appointor, the letter or power of attorney or a duly certified copy thereof must be lodged with the instrument, failing which the instrument may be treated as invalid.

A corporation which is a Shareholder may authorise by resolution of its directors or other governing body such person as it thinks fit to act as its representative at the EGM, in accordance with Section 179 of the Companies Act 1967 of Singapore, and the person so authorised shall upon production of a copy of such resolution certified by a director of the corporation to be a true copy, be entitled to exercise the powers on behalf of the corporation so represented as the corporation could exercise in person if it were an individual.

An investor who holds shares through CPF or SRS and wishes to vote, should approach their respective CPF Agent Banks (i.e. the agent banks approved by CPF) or SRS Operators (i.e. the agent banks included in the SRS) to submit their votes to appoint the Chairman of the EGM as their proxy, at least 7 working days before the EGM (i.e. 20 October 2023).

The name of a Depositor (as defined under Section 81SF of the Securities and Futures Act 2001 of Singapore) must appear on the Depository Register maintained by CDP as at 72 hours before the time fixed for holding the EGM in order for the Depositor to be entitled to vote at the EGM.

The Company shall be entitled to reject the instrument appointing a proxy(ies) if it is incomplete, improperly completed or illegible, or where the true intentions of the appointor are not ascertainable from the instructions of the appointor specified in the instrument appointing a proxy(ies). In addition, in the case of Shares entered in the Depository Register, the Company may reject any instrument appointing a proxy(ies) lodged if the Shareholder, being the appointor, is not shown to have Shares entered against his name in the Depository Register as at 72 hours before the time appointed for holding the EGM, as certified by CDP to the Company.

(4) **Voting Results**

An independent scrutineer will be appointed by the Company to direct and supervise the counting and validation of all valid votes cast at the EGM. The voting results will be announced during the EGM and the Company will also issue an announcement on SGXNet on the results of the resolutions put to vote at the EGM.

"**Relevant Intermediary**" has the same meaning ascribed to it in Section 181 of the Companies Act 1967 of Singapore.

PERSONAL DATA PRIVACY

Where a member of the Company submits an instrument appointing a proxy(ies) and/or representative(s) to attend, speak and vote at the EGM and/or any adjournment thereof, a member of the Company (i) consents to the collection, use and disclosure of the member's personal data by the Company (or its agents) for the purpose of the processing and administration by the Company (or its agents) to comply with any applicable laws, listing rules, regulations and/or guidelines (collectively, "**Purposes**"), (ii) warrants that where the member discloses the personal data of the member's proxy(ies) and/or representative(s) to the Company (or its agents), the member has obtained the prior consent of such proxy(ies) and/or representative(s) for the collection, use and disclosure by the Company (or its agents) of the personal data of such proxy(ies) and/or representative(s) for the Purposes, and (iii) agrees that the member will indemnify the Company in respect of any penalties, liabilities, claims, demands, losses and damages as a result of the member's breach of warranty.

PROXY FORM

BENG KUANG MARINE LIMITED

(Company Registration No.:199400196M)

EXTRAORDINARY GENERAL MEETING PROXY FORM

IMPORTANT:

1. The Extraordinary General Meeting ("**EGM**") of **Beng Kuang Marine Limited** will be held, in a wholly physical format, at 2 Venture Drive #09-22, Vision Exchange Singapore 608526 on 31 October 2023 at 3.00 p.m. There will be no option for Shareholders to participate virtually. Printed copies of the Notice of EGM and this form of proxy ("**Proxy Form**") will NOT be sent to Shareholders. Instead, the Notice of EGM and Proxy Form will be made available to Shareholders by electronic means via publication on the Company's website at the URL: http://www.bkmgroup.com.sg and the SGX website at the URL: https://www.sgx.com/securities/company-announcements.

2. The Circular to Shareholders dated 16 October 2023 ("**Circular**") may be accessed at the Company's website at the URL: http://www.bkmgroup.com.sg, and the SGX website at the URL: https://www.sgx.com/securities/company-announcements. Unless otherwise defined, all capitalised terms used herein shall have the same meanings as the Circular.

3. Pursuant to Section 181 of the Companies Act 1967 of Singapore, Relevant Intermediaries may appoint more than two (2) proxies to attend, speak and vote at the EGM.

4. For Central Provident Fund ("**CPF**")/Supplementary Retirement Scheme ("**SRS**") investors who have used their CPF/SRS monies to buy Shares in **Beng Kuang Marine Limited**, this Proxy Form is not valid for use and shall be ineffective for all intents and purposes if used or purported to be used by them. CPF/SRS investors should contact their respective agent banks if they have any queries regarding their appointment as proxies.

5. By submitting an instrument appointing a proxy(ies) and/or representative(s), a member accepts and agrees to the personal date privacy terms set out in the Notice of EGM dated 16 October 2023.

I/We _____ (Name), NRIC/Passport No. _____ of

_____ (Address) being a member / members of Beng Kuang Marine Limited (the "**Company**") hereby appoint:

Name	Address	NRIC/ Passport No.	Proportion of Shareholding	
			No. of Shares	(%)

and/or (delete as appropriate)

Name	Address	NRIC/ Passport No.	Proportion of Shareholding	
			No. of Shares	(%)

or failing whom the Chairman of the EGM as my/our proxy/proxies to attend, speak and vote for me/us* on my/our* behalf at the EGM of the Company to be held, in a wholly physical format, at 2 Venture Drive #09-22, Vision Exchange Singapore 608526 on 31 October 2023 at 3.00 p.m., and at any adjournment thereof in the following manner.

I/We direct my/our proxy/proxies to vote for or against the Resolutions proposed at the EGM as indicated hereunder. If no specific direction as to voting is given or in the event of any other matter arising at the EGM and at any adjournment thereof, the proxy/proxies will vote or abstain from voting at his/her/their discretion.

No.	Ordinary Resolution	For	Against	Abstain
The Proposed Land Parcel Disposal				
1	THAT approval be and is hereby given, for the Proposed Land Parcel Disposal details of which are set out in the Circular.			
The Proposed Tugboat Disposal				
2	THAT approval be and is hereby given, for the Proposed Tugboat Disposal details of which are set out in the Circular.			

* If you wish to exercise all your votes 'For' or 'Against' or 'Abstain', please tick (✓) within the box provided. Alternatively, please indicate the number of votes as appropriate.

PROXY FORM

Dated this _____ day of _____ 2023

Total Number of Shares in	Number of Shares
(a) CDP Register	
(b) Register of Members	

_____
Signature(s) of Shareholder(s)/
Common Seal of Corporate shareholder

Notes:

1. Please insert the total number of ordinary shares in the issued share capital of the Company ("**Shares**") held by you. If you have Shares entered against your name in the Depository Register (as defined in Section 81SF of the Securities and Futures Act 2001 of Singapore), you should insert that number of Shares. If you have Shares registered in your name in the register of members kept by the Share Registrar ("**Register of Members**"), you should insert that number of Shares. If you have Shares entered against your name in the Depository Register and Shares registered in your name in the Register of Members, you should insert the aggregate number of Shares entered against your name in the Depository Register and registered in your name in the Register of Members. If no number is inserted, the instrument appointing a proxy or proxies shall be deemed to relate to all the Shares held by you.

2. Shareholders who wish to exercise their voting rights at the EGM may:

   (a) (where the Shareholder is an individual) attend and vote at the EGM; or

   (b) (where the Shareholder is an individual or a corporate) appoint a proxy to vote on their behalf.

   Each of the resolutions to be put to the vote of members at the EGM (and at any adjournment thereof) will be voted on by way of a poll.

   Shareholders (including Relevant Intermediaries) who wish to vote on any or all of the resolutions at the EGM via proxy must submit a Proxy Form to appoint the proxy. The Proxy Form must be submitted to the Company in the following manner:

   (a) if submitted by post, be lodged at the office of the Company's registered office at 2 Venture Drive #14-15, Vision Exchange Singapore 608526; or

   (b) if submitted electronically, be submitted via email to william.lee@bkmgroup.com.sg,

   in either case **by no later than 3.00 p.m. on 29 October 2023, being 48 hours before the time appointed for the EGM**.

3. A member can appoint the Chairman of the EGM as his/her/its proxy, but this is not mandatory. A proxy need not be a member of the Company.

4. In the case of submission of this Proxy Form appointing the Chairman of the EGM as proxy, it must be under the hand of the appointor or of his attorney duly authorised in writing. Where the instrument appointing the Chairman of the EGM as proxy is executed by a corporation, it must be executed either under its seal or signed on its behalf by an attorney duly authorised in writing or by an authorised officer of the corporation. Where the instrument appointing the Chairman of the EGM as proxy is executed by an attorney on behalf of the appointor, the letter or power of attorney or a duly certified copy thereof must be lodged with the instrument, failing which the instrument may be treated as invalid.

5. A corporation which is a Shareholder may authorise by resolution of its directors or other governing body such person as it thinks fit to act as its representative at the EGM, in accordance with Section 179 of the Companies Act 1967 of Singapore, and the person so authorised shall upon production of a copy of such resolution certified by a director of the corporation to be a true copy, be entitled to exercise the powers on behalf of the corporation so represented as the corporation could exercise in person if it were an individual.

6. An investor who holds shares through CPF or SRS and wishes to vote, should approach their respective CPF Agent Banks (i.e. the agent banks approved by CPF) or SRS Operators (i.e. the agent banks included in the SRS) to submit their votes to appoint the Chairman of the EGM as their proxy, at least 7 working days before the EGM (i.e. 20 October 2023).

7. The name of a Depositor (as defined under Section 81SF of the Securities and Futures Act 2001 of Singapore) must appear on the Depository Register maintained by the The Central Depository (Pte) Limited ("**CDP**") as at 72 hours before the time fixed for holding the EGM in order for the Depositor to be entitled to vote at the EGM.

"**Relevant Intermediary**" has the same meaning ascribed to it in Section 181 of the Companies Act 1967 of Singapore.

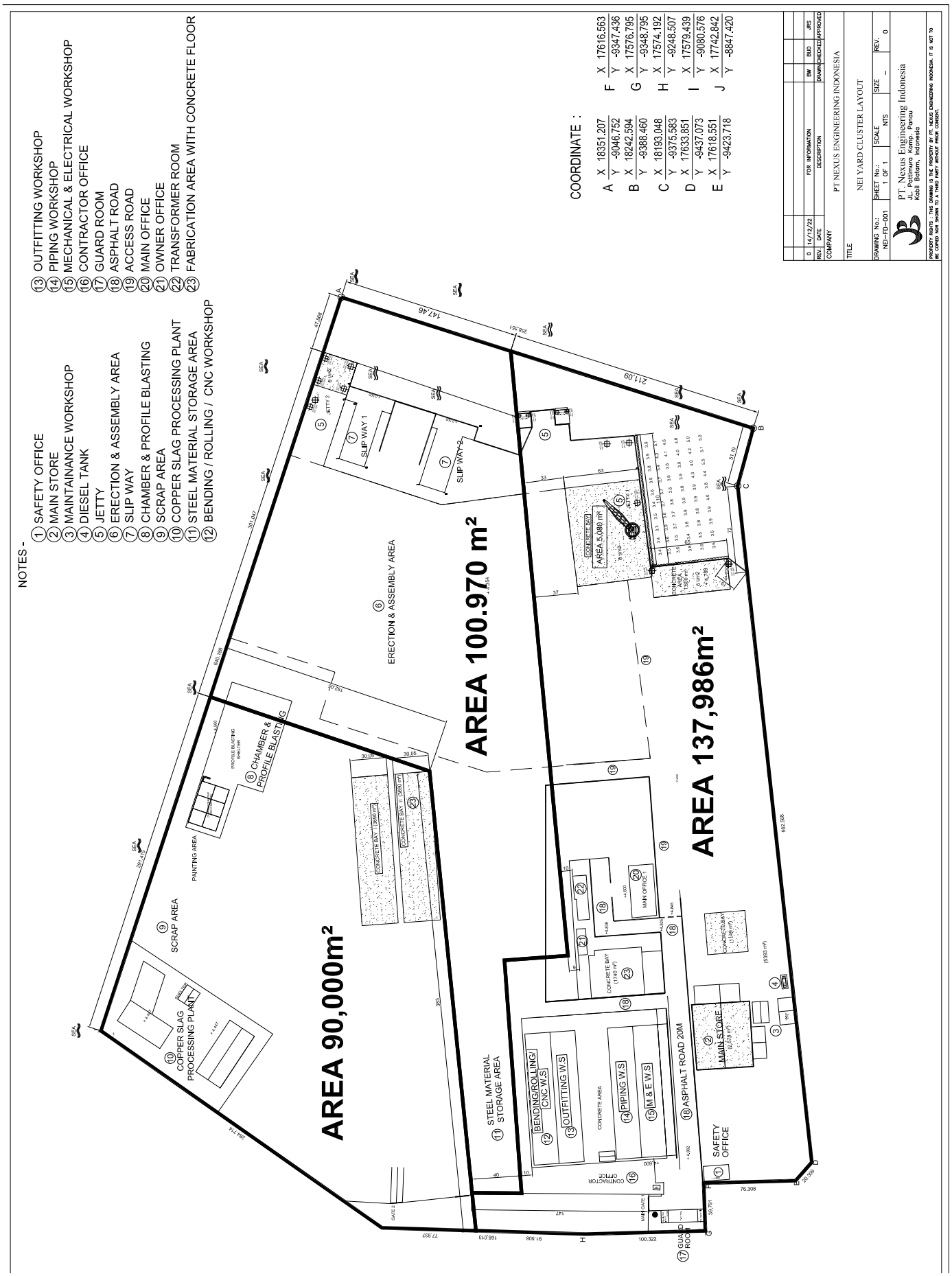
General:

The Company shall be entitled to reject the instrument appointing a proxy or proxies if it is incomplete, improperly completed, illegible or where the true intentions of the appointor are not ascertainable from the instructions of the appointor specified on the instrument appointing a proxy or proxies. In addition, in the case of a member whose shares are entered against his/her name in the Depository Register, the Company may reject any instrument of proxy lodged if such member, being the appointor, is not shown to have shares entered against his/her name in the Depository Register 72 hours before the time appointed for holding the EGM, as certified by The Central Depository (Pte) Limited to the Company.

Personal Data Privacy:

By submitting an instrument appointing a proxy(ies) and/or representative(s), the Shareholder accepts and agrees to the personal data privacy terms set out in the Notice of EGM dated 16 October 2023.

APPENDIX A – THE BATAM SHIPYARD



APPENDIX B - THE TUGBOATS

The First Tugboat

Name of vessel	:	**Drako Glory**
Nature of Trade	:	Home Trade Limited
Place of Registration / Flag	:	Batam / Indonesia
Call Sign	:	YDA 3719
Place of Build	:	PT. Nexus Engineering Indonesia, Batam
Hull No.	:	V11-012
Keel Laid	:	21 November 2012
Launched	:	17 September 2014
Class	:	BV / BKI
Official No.	:	2015PPm. No. 3841 / L
BV. No.	:	22260X
IMO No.	:	9766839
Crew	:	13 Pax
Length O.A.	:	28.05m
Breadth	:	8.60m
Depth	:	4.30m
Design Draft	:	3.30m
G.R.T	:	254
N.R.T.	:	77
Fuel Oil	:	185.50m^3
Fresh Water	:	59.00m^3
Ballast	:	93.00m^3
Main Engine	:	2 x Cummins K38-N 2 x 634kW / 1700hp @ 1800rpm
Gear Box	:	Mason MW3450R, 2 sets ratio 5.85:1 (approx.)
Generator	:	2 x 40kW
Propellers	:	Twin Screw
Rudder	:	Electro Hydraulic Steering, 3.0mt capacity
Speed	:	Approx. 10 knots free running
Radar	:	Furuno 1715
GPS Receiver	:	Samyung SPR 1400
Echo Sounder	:	Furuno FCV-620
Navtex Receiver	:	Samyung SNX 300
Compass	:	Daiko Keiki T150B
VHF / FM Radio	:	Sanitor TT 6222A
SSB Radio	:	Samyung SRG 3150DN
EPIRB	:	Jotron Trom 40S
AIS	:	Euromav (A13000)
Windlass	:	Electrical Anchor Windlass
Anchor	:	2 x 480kg hall anchor
Anchor Chain	:	19mm Diameter Q2 Grade
Towing Hook	:	One set 25 ton spring towing hook

APPENDIX B – THE TUGBOATS

The Second Tugboat

Name of vessel	:	**Drako Gallant**
Nature of Trade	:	Home Trade Limited
Place of Registration / Flag	:	Batam / Indonesia
Encumbrance	:	Mortgage with DBS Singapore
Call Sign	:	YDA 3648
Place of Build	:	PT. Nexus Engineering Indonesia, Batam
Hull No.	:	V10-011
Keel Laid	:	29 October 2012
Launched	:	29 April 2014
Class	:	BV / BKI
Official No.	:	2014 PPm. No. 3637 / L
BV. No.	:	22259W
IMO No.	:	9755622
Crew	:	13 Pax
Length O.A.	:	28.05m
Breadth	:	8.60m
Depth	:	4.30m
Design Draft	:	3.30m
G.R.T	:	254
N.R.T.	:	77
Fuel Oil	:	185.50m^3
Fresh Water	:	59.00m^3
Ballast	:	93.00m^3
Main Engine	:	2 x Cummins K38-N 2 x 634kW / 1700hp @ 1800rpm
Gear Box	:	Mason MW3450R, 2 sets ratio 5.85:1 (approx.)
Generator	:	2 x 40kW
Propellers	:	Twin Screw
Rudder	:	Electro Hydraulic Steering, 3.0mt capacity
Speed	:	Approx. 10 knots free running
Radar	:	Furuno 1715
GPS Receiver	:	Samyung SPR 1400
Echo Sounder	:	Furuno FCV-620
Navtex Receiver	:	Samyung SNX 300
Compass	:	Daiko Keiki T150B
VHF / FM Radio	:	Sanitor TT 6222A
SSB Radio	:	Samyung SRG 3150DN
EPIRB	:	Jotron Trom 40S
AIS	:	Euromav (A13000)
Windlass	:	Electrical Anchor Windlass
Anchor	:	2 x 480kg hall anchor
Anchor Chain	:	19mm Diameter Q2 Grade
Towing Hook	:	One set 25 ton spring towing hook