PRESS RELEASE

Beng Kuang Posts Revenue Growth of 9.7% in 1H2026, Extending its Profit Track Record; Outstanding Contracted Work of S$70.7 million Provides Visibility Ahead

- Revenue increased 9.7% to S$55.7 million in 1H2026, supported by higher engineering and shipbuilding activity under IE division.
- Gross profit margin in 1H2026 moderated to 26.2%, reflecting project timing and mix of project execution during the period.
- 1H2026's financial results reflected only approximately one month of full ownership of ASOM, which will thereafter contribute a full six months of financial performance in 2H2026, providing a more meaningful representation of its earnings contribution.
- New order wins exceeded revenue recognised during the period with approximately S$85.2 million of new contracts and purchase orders secured during 1H2026, representing an order intake-to-revenue ratio of approximately 1.5x.
- Barring unforeseen circumstances, the Group's revenue and margins are expected to strengthen progressively through 2H2026 with outstanding contracted work of approximately S$70.7 million.

Singapore, 7 August 2026 – **Beng Kuang Marine Limited** ("明光集团" or the "**Company**", and together with its subsidiaries, the "**Beng Kuang Group**"), is pleased to announce a positive set of results for the six months ended 30 June 2026 ("**1H2026**").

Key Financial Highlights

Revenue increased 9.7% to S$55.7 million, driven primarily by higher engineering and shipbuilding activity under the Infrastructure Engineering ("IE") division, which accounted for approximately 85% of Group revenue during the period.

Gross profit margin moderated from 38.2% to 26.2%, primarily reflecting project timing and execution mix, as a higher proportion of revenue was generated from shipbuilding, engineering and deck equipment projects in their earlier execution stages, while certain higher-margin offshore lifecycle work commenced later than originally anticipated following the mobilisation of supporting offshore accommodation assets in June. As a result, IE posted lower segmental profitability of S$7.73 million in 1H2026.

The outstanding contracted work for offshore maintenance and lifecycle projects are expected to progress through subsequent execution milestones. And following the acquisition of Asian Sealand Offshore & Marine Pte Ltd ("ASOM") on 29 May 2026, the revenue and margin contribution from such offshore projects are expected to strengthen progressively towards the Group's financial performance in 2H2026.

The Group's Corrosion Prevention division recorded lower revenue of S$8.37 million due to project completions and uneven work volumes across operating locations during the period. Segment profit increased to S$1.89 million, supported in part by gains from the disposal of a Batam land parcel and selected property, plant and equipment.

Strong Commercial Momentum

The Group secured approximately S$85.2 million of new contracts and purchase orders during 1H2026 across offshore lifecycle services, shipbuilding, engineering and deck equipment — an order intake-to-revenue ratio of approximately 1.5 times, with new work secured exceeding revenue recognised during the period.

As at 30 June 2026, outstanding contracted work stood at approximately S$70.7 million, of which approximately S$52.3 million relates to ASOM's offshore lifecycle activities. This provides improved revenue visibility into the second half as such projects progressively move through execution.

Positive Business Outlook

Operating cash flow during the period reflected increased working capital investment as projects progressed through execution ahead of customer certification and contractual billing. The Group's priority during 2H2026 is to accelerate the conversion of contract assets into certified billings and to improve the efficiency of cash collections, while maintaining disciplined execution, pricing and liquidity management.

As secured offshore lifecycle projects move into execution and shipbuilding and deck equipment programmes progress beyond their early stages, revenue and margin contribution are expected to strengthen progressively through 2H2026, subject to customer mobilisation schedules, work-front availability and project execution.

Mr Yong Jiunn Run, Chief Executive Officer of Beng Kuang Marine Limited, said:

"The first half reflected project timing rather than underlying demand. Revenue continued to grow, but profitability reflected the mix of work executed during the period. Certain higher-margin offshore lifecycle activities commenced later than originally anticipated following the mobilisation of supporting offshore accommodation assets in June, while shipbuilding, engineering and deck equipment projects remained in their earlier stages of execution.

Commercial momentum remained healthy. We secured approximately S$85.2 million of new contracts and purchase orders during the first half, representing an order intake-to-revenue ratio of approximately 1.5 times, and ended June with S$70.7 million of outstanding contracted work. This provides improved visibility as these projects progress through execution during the second half.

Our embedded relationships with FPSO owners and operators continue to generate recurring opportunities in maintenance, life-extension and related engineering services. Demand for these services is underpinned by operators' long-term focus on production reliability, asset integrity and life-extension programmes, rather than reporting cycles.

Our priorities for the second half are straightforward — execute the work already secured, improve margins as projects mature through execution, accelerate cash conversion through certification, billing and collections, and maintain disciplined cost and liquidity management. Ultimately, we expect to be judged not by the work we secured, but by how effectively we convert that work into earnings and cash flow."

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This press release is to be read in conjunction with the Company's announcements released on 7 August 2026, which can be downloaded via www.sgx.com.

About Beng Kuang Marine Limited
(Bloomberg: BKM:SP / Reuters: BENK.SI / SGX Stock Code: BEZ)

Beng Kuang Marine Limited ("**明光集团**" or the "**Company**", and together with its subsidiaries, the "**Beng Kuang Group**") was founded in 1994 and has been listed on Singapore Exchange since 15 October 2004.

Beng Kuang Group is an integrated engineering group providing offshore lifecycle, engineering, shipbuilding, deck equipment and corrosion prevention solutions to the global offshore and marine industries.

The Group operates an asset-light, service-led business model focused on recurring engineering and offshore lifecycle services across the operating life of offshore production assets.

For more information, please visit http://www.bkmgroup.com.sg/

Issued on behalf of Beng Kuang Marine Limited by 8PR Asia Pte Ltd.

Media & Investor Contacts:

Mr. Alex TAN
Mobile: +65 9451 5252
Email: alex.tan@8prasia.com