BENG KUANG MARINE LIMITED
Registration No. 199400196M

ACQUISITION OF REMAINING SHAREHOLDING INTEREST IN JOINT VENTURE

The Board of Directors of Beng Kuang Marine Limited ("the Company", and together with its subsidiaries, the "Group") wishes to announce that the Company has on 17 August 2010 acquired 200,000 shares, representing 50% shareholding interest in the capital of Quill Marine Pte Ltd ("Quill Marine") for an aggregate purchase consideration of S$200,000 ("Purchase Consideration") from Quill Far East Pte Ltd, making Quill Marine, a wholly-owned subsidiary of the Company ("Acquisition").

The Purchase Consideration was arrived on a willing buyer willing seller basis, which has taken into account the net tangible asset value of Quill Marine and was paid in cash by the Company to Quill Far East Pte Ltd.

The net tangible asset value of 200,000 shares of Quill Marine as at 30 June 2010 was approximately S$190,375.

The above transaction is not expected to have any material impact on the net tangible assets and earnings per share of the Group for the financial year ending 31 December 2010 and none of the Directors or controlling shareholders of the Company has any interest, direct or indirect, in the Acquisition.

BY ORDER OF THE BOARD
Chua Meng Hua
Managing Director
17 August 2010