BENG KUANG MARINE LIMITED
Registration No. 199400196M

INCREASE IN SHARE CAPITAL OF SUBSIDIARY

The Board of Directors of Beng Kuang Marine Limited (the “Company" and together with its subsidiaries, the “Group”) wishes to announce that its subsidiary, Drako Shipping Pte Ltd (“Drako”) has increased its issued and paid up capital from S$100,000 to S$600,000.

The Company has subscribed for an additional 410,000 ordinary shares satisfied by cash of S$410,000 and the remaining 90,000 ordinary shares were subscribed by an unrelated third party. Following the aforesaid subscription, the Company now holds 510,000 ordinary shares, representing 85% of the share capital of Drako.

The above transaction is not expected to have any material impact on the consolidated net tangible assets or earnings per share of the Group for the current financial year.

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

BY ORDER OF THE BOARD

Chua Meng Hua
Managing Director
17 August 2010