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

UPDATES ON THE PROPOSED ACQUISITION AND SUBSCRIPTION OF SHARES IN THE CAPITAL OF BANNERLEXXON OFFSHORE PTE LTD

Any capitalised terms not defined in this announcement shall carry the same meanings as provided in the Announcement, unless the context otherwise requires.

Further to the announcement dated 29 September 2010 ("**Announcement**"), the Board of Directors of Beng Kuang Marine Limited (the "**Company**") wishes to announce that as the Company and the Vendors are unable to reach an amicable agreement on the terms of the definitive agreements, the Company will not be proceeding with the Proposed Investment.

By Order of the Board

Yong Thiam Fook
Executive Director
6 January 2011