BENG KUANG MARINE LIMITED
Registration No. 199400196M

DISPOSAL OF INTEREST IN ASSOCIATED COMPANY

The Board of Directors of Beng Kuang Marine Limited ("the Company", and together with its subsidiaries, the “Group”) wishes to announce that NewEarth Pte Ltd, a 40% owned-associated company of Water and Environmental Technologies (WET) Pte Ltd, a 51% subsidiary of the Company, had on 1 March 2013 entered into a sale and purchase agreement with TP Utilities Pte. Ltd. to dispose its entire shareholding interest of 9,242,800 ordinary shares, representing approximately 46.52% of the share capital of NewEarth Singapore Pte Ltd (“NES”) for an aggregate cash consideration of S$2,310,700.

The completion of the Proposed Disposal shall take place on 5 March 2013 or such other date as the parties may mutually agree in writing.

The consideration was arrived at on a ‘willing buyer-willing seller’ basis taking into account the business outlook of NES. The unaudited net asset value of NES as at 31 December 2012 is approximately S$ 4.97 million.

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 other than through their shareholdings in the Company.

BY ORDER OF THE BOARD

Chua Meng Hua
Managing Director
1 March 2013