BENG KUANG MARINE LIMITED
Registration No. 199400196M

ACQUISITION OF REMAINING SHAREHOLDING INTEREST IN SUBSIDIARY

The Board of Directors of Beng Kuang Marine Limited (the "**Company**", and together with its subsidiaries, the "**Group**") wishes to announce that its wholly-owned subsidiary, Quill Marine Pte Ltd ("**Quill Marine**") has acquired 90,000 ordinary shares, representing 15% shareholding interest in the capital of Drako Shipping Pte Ltd ("**Drako**") for an aggregate nominal consideration of S$1.00 from the minority shareholder, making Drako, a wholly-owned subsidiary of Quill Marine and the Company ("**Acquisition**").

The purchase consideration was arrived on a willing buyer willing seller basis, which has taken into account the unaudited net liability value of Drako of S$67,000 as at 31 March 2015.

The above transaction is not expected to have any material impact on the net tangible assets and earnings per shares of the Group for the financial year ending 31 December 2015.

None of the Directors or controlling shareholders of the Company has any interest, direct or indirect, in the Acquisition save for their interests arising by way of their shareholdings in the Company.

BY ORDER OF THE BOARD

Chua Meng Hua
Managing Director
03 June 2015