BENG KUANG MARINE LIMITED
Registration No. 199400196M

CLARIFICATION ANNOUNCEMENT WITH RESPECT TO THE SHAREHOLDING INTEREST OF 10% IN I.O.T WORKZ PTE LTD BEING ACCOUNTED FOR AS AN ASSOCIATE

The Board of Directors of Beng Kuang Marine Limited (the "**Company**") refers to the Company's announcement "Response to SGX Queries on the Company's Announcement dated 7 March 2022" regarding the Company's announcement dated 11 March 2022.

Please issue a clarification announcement in relation to the shareholding interest of 10% in I.O.T Workz Pte Ltd being accounted for as an associate.

Clarification:

In accordance with IAS28 of the accounting standards, the shareholding interest of 10% is being accounted for as an associate due to the existence of significant influence as evidenced by:

a) Quill Marine Pte Ltd is entitled to one-third Board representation on the Board of Directors of IOT Workz Pte Ltd; and

b) It is the Parties' commercial expectation that Mr. Mike Chua (Chief Technology Officer) shall be involved in periodic monitoring, share know-how and supporting the business development of I.O.T Workz Pte Ltd.

Unlike a subsidiary company, the proposed investment will only own a minority or non-controlling stake in the associate company.

Cautionary Statement

The Company is currently negotiating the definitive agreements, Accordingly, the salient terms set out above remains subject to modification or withdrawal as a result of any further discussions between the parties. The Company will make the appropriate announcements as and when the definitive agreements are finalised and entered into.

Shareholders, securityholders and investors are advised to read this announcement and any past and future announcements by the Company carefully when dealing with the securities of the Company. Shareholders, securityholders, and investors should consult their stockbrokers, bank managers, solicitors or other professional advisors if they have any doubt about the actions they should take or when dealing with their shares or securities of the Company.

BY ORDER OF THE BOARD

Chua Beng Yong
Executive Chairman
24 March 2022