



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, Ocean Eight Shipping Pte Ltd ("OES") has on 16 December 2016 increased its issued and paid share capital from S\$2,600,000 to S\$11,900,000 by capitalisation of the loan amount of S\$9,300,000 owing by OES to its existing shareholders, into 9,300,000 ordinary shares, credited as fully paid-up in the share capital of OES ("Capitalisation") in proportion to their current shareholdings as follows:

1. Quill Marine Pte Ltd -- 6,510,000 shares (70%); and
2. Number Eight Marine Pty Ltd--- 2,790,000 shares-(30%).

Following the capitalisation, Quill Marine Pte Ltd, (a wholly-owned subsidiary of the Company) and Number Eight Marine Pty Ltd hold 8,330,000 and 3,570,000 ordinary shares respectively in the capital of OES.

OES owns and operates 2 livestock carriers.

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 (if any) in the Company.

BY ORDER OF THE BOARD

Chua Meng Hua
Managing Director
16 December 2016