



BENG KUANG MARINE LIMITED

Registration No. 199400196M

INVESTMENT IN AN ASSOCIATED COMPANY

The Board of Directors of Beng Kuang Marine Limited ("the Company", and together with its subsidiaries, the "Group") wishes to announce that Asian Sealand Offshore & Marine Pte Ltd, ("ASOM") a 51%-owned subsidiary of the Company, had subscribed for 102,000 ordinary shares representing approximately 51% in the share capital of Asian Sealand Equipment Solutions Pte. Ltd ("ASES") for an aggregate subscription amount of S\$102,000. Following the aforesaid subscription, the Company holds an effective interest of 26% in ASES and ASES has become an associated company of the Company.

ASES was incorporated on 26 January 2018 and as on the date of this announcement has a total issued and paid up capital of S\$200,000 divided into 200,000 ordinary shares. It is principally engaged in the business of general engineering design and consultancy and rental of industrial equipment and machinery.

The Group's investment in ASES was funded by internal resources and is not expected to have any material impact on the net tangible assets per share or earnings per share of the Group for the current financial year ending 31 December 2018.

None of the Directors or substantial shareholders of the Company has any interest, direct or indirect, in the above subscription of shares by ASOM in ASES other than through their shareholdings (if any) in the Company.

BY ORDER OF THE BOARD

Chua Meng Hua
Managing Director and Chief Executive Officer
9 October 2018