BENG KUANG MARINE LIMITED
Registration No. 199400196M

QUARTERLY UPDATE PURSUANT TO RULE 1313(2) OF THE LISTING MANUAL

Beng Kuang Marine Limited (the "Company") was placed on the watch-list due to the Minimum Trading Price ("MTP") Entry Criteria on 5 June 2017.

Pursuant to Rule 1313(2) of the Listing Manual, the board of directors (the "Board") wishes to provide an update on its effort and the progress made in meeting the MTP exit criteria on the watch-list.

Update on the unaudited financial performance and financial position

Please refer to the Announcement released on 27 February 2020 on full year financial results for the financial year ended 31 December 2019 ("FY2019") for an update on the Group's financial performance and financial position.

The Group's results continue to be adversely affected by the weak marine and offshore oil and gas markets.

Update on efforts for satisfying MTP exit criterion

On 27 August 2015, the Company completed a share consolidation exercise to consolidate every four ordinary shares in the Company into one consolidated share so as to comply with the MTP requirement as implemented by the SGX-ST. As a result, 540,041,625 ordinary shares were consolidated into 135,010,406 consolidated shares. Notwithstanding the share consolidation exercise, the Company did not meet MTP requirement since the average share price was below $0.20 per consolidated share and the average daily market capitalisation was below $40 million over the 6 months period.

The Board will continue to make efforts and explore various options to meet the MTP exit criteria. Where opportunities arise, the Board shall decide on the relevant options that will best serve the interests of the Company's shareholders.

The Company will update its shareholders by way of further announcements as and when there are any developments.

BY ORDER OF THE BOARD

Chua Meng Hua
Managing Director and Chief Executive Officer
27 February 2020