## **QUERY REGARDING TRADING ACTIVITY**

With reference to the query from the Singapore Exchange Securities Trading Limited ("the SGX-ST") on 16 May 2007, the Board of Directors of Beng Kuang Marine Limited ("the Company") wishes to respond as follows:

Question 1: Are you aware of any information not previously announced concerning you (the issuer), your subsidiaries or associated companies which, if known, might explain the trading?

Save for the previous announcement in relation to the proposed acquisition of 14,157,600 Ordinary Shares in the capital of Water and Environmental Technologies (WET) Pte Ltd, which has just been released to the SGX-ST (Announcement No.: 00028), the Company and its Directors are not aware of any other information not previously announced concerning the Company, its subsidiaries or associated companies which, if known, might explain the trading.

## Question 2: Are you aware of any other possible explanation for the trading?

The Company and its Directors are not aware of any other possible explanation for the trading.

Question 3: Can you confirm your compliance with the listing rules and, in particular, listing rule 703 (disclosure of material information)?

The Company confirms its compliance with the rules in the Listing Manual of the SGX-ST and, in particular, Rule 703 of the Listing Manual.

BY ORDER OF THE BOARD

CHUA MENG HUA EXECUTIVE DIRECTOR 17 MAY 2007