



BENG KUANG MARINE LIMITED
(Company Registration No. 199400196M)

INCREASE IN SHAREHOLDINGS IN SUPERIOR TOWING SERVICES PTE. LTD.

The Board of Directors of Beng Kuang Marine Limited ("the Company") wishes to announce that its subsidiary, Nexus Sealand Trading Pte Ltd, had on 14 September 2005, increased its investment in its 80% owned subsidiary, Superior Towing Services Pte. Ltd. ("Superior") by subscribing for an additional 39,996 ordinary shares of S\$1.00 each at par in the capital of Superior for a consideration of S\$39,996.00. The investment is funded by internal resources.

The other shareholder of Superior, Mr Lee Soo Hong, has also subscribed for an additional 9,999 shares of S\$1.00 each at par for a consideration of S\$9,999.00. Mr Lee Soo Hong, who is a director of Superior, is not related to any director or substantial shareholder of the Company or Nexus Sealand Trading Pte Ltd.

As a result of the above investment, the issued and paid up capital of Superior currently stands at S\$50,000.00 divided into 50,000 ordinary shares of S\$1.00 each.

The rationale for the increase is for Superior's working capital purposes.

The above transaction is not expected to have any material impact on the consolidated net tangible assets and earnings per share of the Company 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.