BENG KUANG MARINE LIMITED
Registration No. 199400196M

ADJUSTMENT TO OUTSTANDING REDEEMABLE CONVERTIBLE BONDS

The Board of Directors (the "**Board**") of Beng Kuang Marine Limited (the "**Company**") refers to the circular to Shareholders of the Company dated 28 July 2015 (the "**Circular**") in relation to the Proposed Share Consolidation and the announcement dated 27 August 2015 stating that the Proposed Share Consolidation has been completed and became effective as at 9.00 a.m. on 27 August 2015.

Unless otherwise defined, all capitalised terms used and not defined herein shall have the same meanings given to them in the Circular.

As at the date of this announcement, the Company had issued in aggregate of 10 redeemable convertible bonds ("**Bonds**") at the issue price of S$500,000 per Bond (i.e. S$5,000,000 in aggregate principal amount) to certain subscribers on 27 April 2015. The number of new Shares to be delivered on conversion of a Bond will be determined by dividing the principal amount of the Bond to be converted by the conversion price of S$0.210 per Shares ("**Conversion Price**"). The alteration to the number of Shares as a result of the Proposed Share Consolidation constitutes an event giving rise to an adjustment to the Conversion Price.

Accordingly, the Board wishes to announce that as a consequence of the completion of the Proposed Share Consolidation, the Conversion Price is adjusted from S$0.210 to S$0.840, with effect from 9.00 a.m. on 27 August 2015. Other than the adjustment made to the Conversion Price, the terms and conditions of the Bonds remain the same.

BY ORDER OF THE BOARD

Chua Meng Hua
Managing Director
28 August 2015