BENG KUANG MARINE LIMITED
Registration No. 199400196M

DISPOSAL OF 51%-OWNED SUBSIDIARY BY ASIAN SEALAND OFFSHORE & MARINE PTE. LTD.

The Board of Directors of Beng Kuang Marine Limited (the "Company" and together with its subsidiaries, the "Group") wishes to announce that its 51%-owned subsidiary, Asian Sealand Offshore and Marine Pte. Ltd. ("ASOM") has today transferred 102,000 ordinary shares, representing 51% shareholding interest in Asian Sealand Equipment Solutions Pte. Ltd. ("ASES") to the other shareholders in ASES for an aggregate consideration of S$131,873 ("Disposal").

The consideration is based on the unaudited net asset value of ASES of S$258,576 as at 30 June 2019.

ASES which was incorporated in Singapore on 26 January 2018 is engaged in the business of provision of general engineering, design & consultancy and rental of industrial equipment & machinery. The paid-up capital of ASES is S$200,000.

Upon completion of the Disposal, ASES ceases to be an Associated Company.

The transaction is considered a non-discloseable transaction pursuant to Rule 1006 of the Listing Manual as the relative figures are either not applicable or below the 5% threshold.

The Disposal is not expected to have any material impact on the consolidated net tangible assets or earnings per share of the Group for the current financial year ending 31 December 2019.

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

BY ORDER OF THE BOARD

Chua Meng Hua
Managing Director and
Chief Executive Officer
27 August 2019