BENG KUANG MARINE LIMITED
(Company Registration No.:199400196M)
(Incorporated in the Republic of Singapore)

PROPOSED DISPOSAL OF 100,970 SQUARE METRES FORMING PART OF THE GROUP'S SHIPYARD IN BATAM - UPDATE ANNOUNCEMENT

The Board of Directors (the "**Directors**") of Beng Kuang Marine Limited (the "**Company**" and, together with its subsidiaries, the "**Group**") refers to the Company's announcement dated 23 June 2023 under which the Company announced that its wholly owned subsidiary PT. Nexus Engineering Indonesia had on 21 June 2023 entered into a term sheet with PT. Bukit Batu Mulia for the sale of 100,970 square metres of land forming part of the Group's 328,956 square metre waterfront fabrication yard on the eastern side of Batam Island, Kabil (the "**Announcement**").

Unless otherwise defined, capitalised terms have the meanings ascribed to them in the Announcement.

The Board wishes to update shareholders that parties had on 4 August 2023, entered into the Definitive Agreement, being a conditional sale and purchase agreement between the Seller and PT. Solid Marine Indonesia (the "**Purchaser Nominee**"), a nominee of the Purchaser. The Purchaser Nominee and the Purchaser have the same shareholders. Under the terms of the Definitive Agreement, completion of the Proposed Transaction is conditional upon, among others, the Seller having obtained approvals from the Board and the Company's shareholders.

In addition, in accordance with the terms of the Term Sheet, the Seller had on 9 August 2023, received the Downpayment.

Copies of the Definitive Agreement are available for inspection during normal business hours at the Company's registered office at 2 Venture Drive #14-15, Vision Exchange Singapore 608526, for a period of three (3) months commencing from the date of this announcement.

The Company will be seeking shareholders' approval for the Proposed Transaction at an extraordinary general meeting to be convened. The Company will make further announcements as and when there are material developments in this matter.

By Order of the Board

Chua Beng Yong
Executive Chairman
16 August 2023