

Entitlements (Notice of Book Closure)

Reference No **OS-060830-41775**

Submitting Merchant Bank : AVENUE SECURITIES SDN BHD
Company Name : **KNM GROUP BERHAD**
Stock Name : KNM
Date Announced : 30/08/2006

EX-date : 15/09/2006
Entitlement date : 19/09/2006
Entitlement time : 05:00:00 PM
Entitlement subject : Bonus Issue
Entitlement description : Bonus issue of up to 85,229,330 new ordinary shares of RM0.50 each in KNM Group Berhad ("KNM") ("Bonus Shares"), credited as fully paid-up on the basis of one (1) Bonus Share for every two (2) existing shares held ("Bonus Issue").

Period of interest payment : to
Financial Year End :
Share transfer book & register of members will be : 19/09/2006 to closed from (both dates inclusive) for the purpose of determining the entitlements

Registrar's name : Symphony Share Registrars Sdn Bhd
,address, telephone no : Level 26, Menara Multi-Purpose
Capital Square
No. 8, Jalan Munshi Abdullah
50100 Kuala Lumpur
Tel No.: 603-2721 2222

Payment date :
a.Securities : 19/09/2006

transferred into the Depositor's Securities Account before 4:00 pm in respect of transfers

b.Securities deposited : into the Depositor's Securities Account before 12:30 pm in respect of securities exempted from mandatory deposit

c.Securities bought : on the Exchange on a cum entitlement basis according to the Rules of the Exchange.

Number of new :

shares/securities
issued (units) (If
applicable)

Entitlement indicator : Ratio

Ratio : 1 : 2

Rights Issues/Offer :

Price

Remarks :

The Bonus Issue entails the issuance of up to 85,229,330 Bonus Shares, credited as fully paid-up, to the shareholders of KNM on the basis of one (1) Bonus Share for every two (2) existing shares held on 19 September 2006 ("Entitlement Date").

The actual number of Bonus Shares to be issued pursuant to the Bonus Issue would depend on the issued and paid-up share capital of KNM on the Entitlement Date taking into account any exercise of the options granted pursuant to KNM's Employees Share Option Scheme which may be exercised on or prior to the Entitlement Date.

This announcement is dated 30 August 2006.