

General Announcement

Reference No **CU-080421-55372**

Submitting Merchant Bank : ASEAMBANKERS MALAYSIA BERHAD
Company Name : **KNM GROUP BERHAD**
Stock Name : KNM
Date Announced : 21/04/2008

Type : Announcement
Subject : KNM GROUP BERHAD ("KNM" OR "COMPANY")
Contents :

(1) PROPOSED RENOUNCEABLE RIGHTS ISSUE OF UP TO 267,807,215 NEW ORDINARY SHARES OF RM0.25 EACH IN KNM ("KNM SHARES") ON THE BASIS OF ONE (1) NEW KNM SHARE FOR EVERY FOUR (4) EXISTING KNM SHARES HELD ("PROPOSED RIGHTS ISSUE");

(2) PROPOSED BONUS ISSUE OF UP TO 2,678,072,150 NEW KNM SHARES ON THE BASIS OF TWO (2) NEW KNM SHARES FOR EVERY ONE (1) EXISTING KNM SHARE HELD AFTER THE PROPOSED RIGHTS ISSUE ON AN ENTITLEMENT DATE TO BE DETERMINED LATER ("PROPOSED BONUS ISSUE");

(3) PROPOSED ISSUANCE OF UP TO UNITED STATES OF AMERICA DOLLAR ("USD") 350 MILLION (OR ITS EURO DOLLAR EQUIVALENT OR RINGGIT MALAYSIA ("RM") EQUIVALENT) BONDS, EXCHANGEABLE INTO NEW KNM SHARES ("PROPOSED EXCHANGEABLE BOND ISSUE");

(4) PROPOSED INCREASE IN THE AUTHORISED SHARE CAPITAL OF KNM ("PROPOSED INCREASE IN AUTHORISED SHARE CAPITAL");
AND

(5) PROPOSED AMENDMENTS TO THE MEMORANDUM AND ARTICLES OF ASSOCIATION ("PROPOSED M&A AMENDMENTS")

(Collectively hereinafter referred to as "the Proposals")

Announcement Details :

We refer to the abovementioned Proposals and the Notice of Extraordinary General Meeting dated 29 March 2008 ("Notice").

Aseambankers Malaysia Berhad, on behalf of the Board of Directors of KNM, wishes to announce that all the resolutions in the Notice in relation to the Proposals were approved at the extraordinary general meeting held this morning.

This announcement is dated 21 April 2008.