

Changes in Substantial Shareholder's Interest Pursuant to Form 29B of the Companies Act. 1965

Reference No **KG-101206-B36FC**

Company Name : **KNM GROUP BERHAD**

Stock Name : **KNM**

Date Announced : 08/12/2010

Name : Elliott Capital Advisors, L.P.

Address : 1102-1105 Chater House, 8 Connaught Road C, Hong Kong

NRIC/Passport : 2763709

No/Company No.

Nationality/Country of incorporation : Organised In Delaware, USA

Descriptions (Class & nominal value) : Ordinary shares of RM1.00 each

Name & address of registered holder : HSBC Nominees (Asing) Sdn Bhd
-Exempt AN for Morgan Stanley & Co. Incorporated (Client)
No. 2 Leboh Ampang, 50100 Kuala Lumpur

DB (Malaysia) Nominee (Asing) Sdn Bhd
-Exempt AN for Deutsche Bank AG London (Prime Brokerage)
Level 20 Menara IMC, 8 Jalan Sultan Ismail, 50250 Kuala Lumpur

Details of changes

Currency : Malaysian Ringgit (MYR)

Type of transaction	Date of change	No of securities	Price Transacted (\$\$)
Others	02/12/2010	27,298,000	
Others	02/12/2010	30,814,200	

Description of other type of transaction : Resultant 27,298,000 and 30,814,200 ordinary shares of RM1.00 upon completion of share consolidation involving the consolidation of every 4 existing ordinary shares of RM0.25 in KNM Group Berhad ("KNM") into 1 ordinary share of RM1.00 each in KNM ("Consolidated Shares").

Circumstances by reason of which change has occurred : As above

Nature of interest : Indirect

Direct (units) : 0

Direct (%) : 0

Indirect/deemed interest (units) : 58,112,200

Indirect/deemed interest (%) : 5.92

Total no of securities : 58,112,200

after change

Date of notice : 03/12/2010

Remarks

1. The Company had on 3 December 2010 received the Notice of Change in the Interest of Substantial Shareholder (Form 29B) dated 3 December 2010.
2. Percentage interest is based on the total issued and paid-up share capital of the Company less treasury shares held as at 3 December 2010.
3. Deemed interest held pursuant to section 6A of the Companies Act 1965.
4. Consolidated Shares will be listed and quoted on Bursa Malaysia Securities Berhad with effect from 8 December 2010.