

OTHERS NEW SUBSIDIARY - GREEN ENERGY AND TECHNOLOGY SDN BHD

KNM GROUP BERHAD

Type	Announcement
Subject	OTHERS
Description	NEW SUBSIDIARY - GREEN ENERGY AND TECHNOLOGY SDN BHD

KNM Group Berhad (“KNM”) is pleased to announce that its wholly-owned subsidiary, KNM Renewable Energy Sdn Bhd (“KNMRE”), had on 29 December 2016 entered into a Share Purchase Agreement (“SPA”) with Growing Heights Sdn Bhd (the “Vendor”) for the acquisition of the Vendor’s 51% equity interest or 30,080,820 ordinary shares of RM1.00 each in Green Energy and Technology Sdn Bhd (“GET”), with full legal title and free and clear of encumbrances for a total cash consideration of RM1.00 only (hereinafter referred to as the “Proposed Acquisition”).

GET was incorporated as a private limited company under the laws of Malaysia on 17 November 2003 with an authorised share capital of RM200,000,000, comprising 199,900,000 ordinary shares of RM1.00 each and 10,000,000 8% redeemable convertible preference shares (“RCPS”) of RM0.01 each, of which 58,982,000 ordinary shares of RM1.00 each and 10,000,000 8% RCPS of RM0.01 each have been fully paid-up and issued. The remaining 49% shareholders of GET are Growing Heights Sdn Bhd (42.25%) and Global Energy Investment Ltd. (6.75%).

GET’s registered address is at 1st Floor, 25, Lintang Burma, 10250 Penang. It is currently dormant but is principally an investment holding company and involve in the design, engineering, construction, commissioning and turnkey operation of waste to energy plants.

The Proposed Acquisition is expected to be completed by Q1/2017. Upon completion of the Proposed Acquisition, GET will become a subsidiary of KNMRE.

No liabilities are to be assumed by KNMRE pursuant to the Proposed Acquisition. The Proposed Acquisition is not expected to have any material effect on KNM’s earnings and net assets for the financial year ending 31 December 2016 and 31 December 2017.

None of the directors and/or major shareholders of KNM and/or any persons connected with them have any interest, direct or indirect in the Proposed Acquisition.

Details of SPA are available for inspection at the registered office of KNM at 15 Jalan Dagang SB 4/1, Taman Sungai Besi Indah, 43300 Seri Kembangan, Selangor Darul Ehsan, Malaysia for three (3) months from date of this Announcement during normal business hours from Mondays to Fridays.

This announcement is dated 30 December 2016.