

OTHERS INCORPORATION OF WHOLLY-OWNED SUBSIDIARY - KNM PROJECT (MYANMAR) CO., LTD.

KNM GROUP BERHAD

Type	Announcement
Subject	OTHERS
Description	INCORPORATION OF WHOLLY-OWNED SUBSIDIARY - KNM PROJECT (MYANMAR) CO., LTD.

1. INTRODUCTION

Pursuant to Paragraph 9.19(23) of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad, the Board of Directors of KNM Group Berhad (“KNM” or “the Company”) wishes to announce that its wholly-owned subsidiary, KNM International Sdn Bhd, had on 26 April 2019 incorporated a new wholly-owned subsidiary, KNM Project (Myanmar) Co., Ltd. (“KNMPPM”).

The official Certificate of Incorporation was released by the Myanmar’s Directorate of Investment and Company Administration (“DICA”) today to the Company.

2. INFORMATION ON KNMPPM

KNMPPM was incorporated as a private company limited by shares under the Myanmar Companies Law 2017 on 26 April 2019 and has a paid-up share capital of USD20,000.00 comprising of 20,000 ordinary shares. Its registered address is at Suite No. 05,06,07, Level 3, Nat Mauk Road, Bo Cho Quarter Bahan Township, 11201 Yangon, Myanmar. It will be principally involved in the provision of project management, engineering, procurement, construction and commissioning of oil and gas products and related process equipment in the state of Myanmar.

3. FINANCIAL EFFECTS

The above incorporation will not have any material effect on KNM’s earnings and net assets for the financial year ending 31 December 2019.

4. RATIONALE

The said incorporation is to facilitate planning on localisation of several construction and engineering works in Myanmar and in line with the strategic plans of the Group.

5. INTEREST OF DIRECTORS AND/OR SUBSTANTIAL SHAREHOLDERS AND/OR PERSON CONNECTED TO THEM

None of the Directors and/or substantial shareholders or the Company, and/or persons connected to such Directors and/or substantial shareholders has any interest, direct or indirect, in the said incorporation.

6. DIRECTOR INTEREST

The Board of Directors of the Company is of the opinion that the incorporation of a new wholly-owned subsidiary is in the best interest of the Group.

7. APPROVAL REQUIRED

The said incorporation is not subject to the approval of any relevant authorities and/or the shareholders of KNM, except for the DICA.

This announcement is dated 29 April 2019.