

OTHERS [Monthly Status Update] Default in Payment by KNM Group Berhad pursuant to Paragraph 9.19A of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad

KNM GROUP BERHAD

Type	Announcement
Subject	OTHERS
Description	[Monthly Status Update] Default in Payment by KNM Group Berhad pursuant to Paragraph 9.19A of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad

Unless otherwise defined herein, all terms and acronyms used herein shall be the same as those defined in the Company's previous announcements dated 18 November 2021 onwards in relation to default in payment of Thai Bonds and the loan facilities granted by TransAsia Private Capital Limited and Danos Limited ("TA/Danos") and the loan facilities granted by Bank of China (Malaysia) Berhad ("BOC").

Reference is made to the previous announcements dated 18 November 2021, 22 November 2021, 6 December 2021, 10 December 2021, 16 December 2021, 21 December 2021, 29 December 2021, 31 January 2022, 1 March 2022, 1 April 2022, 29 April 2022, 1 June 2022, 1 July 2022, 1 August 2022, 1 September 2022, 30 September 2022, 1 November 2022, 1 December 2022, 27 December 2022, 3 January 2023, 1 February 2023, 1 March 2023, 3 April 2023, 2 May 2023, 1 June 2023, 3 July 2023, 1 August 2023, 1 September 2023, 25 September 2023, 2 October 2023 and 1 November 2023.

Reference is also made to the announcement on 22 November 2023 made by the Company in respect of the decision of the High Court Kuala Lumpur ("the Court") (Originating Summons No. WA-24NCC-643-11/2023) where the Court had granted a period of three (3) months to restrain all existing proceedings and/or any new/future actions or proceedings against the Company and KNM Process Systems Sdn Bhd ("the Applicants") and/or their assets (whether located in Malaysia or outside of Malaysia and whether held by the Applicants or any trustee in whole or in part, directly or indirectly, as principal or agent, beneficially or otherwise) by all creditors of the Applicants (including but not limited to contingent or prospective creditors), from the date of the Restraining Order ("RO") of 21 November 2023 subject to such terms as the Court may impose. With this, the RO allows the Applicants and the scheme creditors to negotiate and finalise the terms of the Proposed Scheme of Arrangement without the potential threat of any proceedings and actions being brought against the Applicants in the interim.

The Board of Directors of KNM Group Berhad (the "Company" or "KNMG") wishes to announce that CGIF, TA/Danos and majority of the lenders (including BOC) are still working in close cooperation with the Board of Directors and KNMG GCEO, Mr Ravi Balasingham towards achieving a mutually acceptable resolution of the settlement of the monies due to the respective lenders from the monetization of non-core assets and IPO/Sale of Borsig GmbH, as previously announced.

The Company has maintained its stated plan to monetize the assets which will be accelerated under a disposal process based on non-exclusive deal structure, which will also naturally lead to higher cash values on disposal.

In this respect, KNMG has been in continuous close discussion with the respective lenders on various measures to address the abovementioned events of default. The repayments will be dealt with, addressed and/or restructured under the Proposed Scheme of Arrangement as announced on 16 December 2022 and 22 November 2023.

The Company will make the necessary announcement to Bursa Malaysia Securities Berhad as and when there is any material development in relation thereto.

This announcement is dated 1 December 2023.

Announcement Info

Company Name	KNM GROUP BERHAD
Stock Name	KNM
Date Announced	01 Dec 2023
Category	General Announcement for PLC
Reference Number	GA1-01122023-00112