



### **Material litigation Update – Suit against NGK Insulators Ltd**

Reference is made to the KNM Group Berhad's ("the Company") earlier announcement in relation to the previous announcement made by the Company on the conditional sale, purchase and transfer agreement dated 26 February 2025 ("**SPTA**") between KNM Process Systems Sdn Bhd ("**KNMPS**") with NGK Insulators, Ltd ("**NGK**") for the proposed disposal of 1 share in Deutsche KNM GmbH ("**DKNM**"), representing 100% equity interest in DKNM for a disposal consideration of EUR 270.00 million ("**Consideration**").

As far as the Company is concerned all the Conditions Precedent under the SPTA have been fulfilled well before 26 November 2025, which was the Long-Stop Date as defined under the SPTA.

Despite several exchanges between the Management of the Company with NGK, NGK had maintained their stance to withdraw from the SPTA with immediate effect purportedly in accordance with Section 10.2 of the SPTA ("**Withdrawal**").

Pursuant thereto, the Company and KNMPS (collectively, "the Plaintiffs") have, on 2 April 2026 commenced legal proceedings in the High Court of Malaya at Shah Alam vide Civil Suit No. BA-22NCC-57-04/2026 against NGK and two of its officers (collectively, "the Defendants") in relation to disputes arising from the SPTA.

The Company wishes to announce that on 8 April 2026, the High Court directed that the Writ of Summons and Statement of Claim be served out of jurisdiction on the Defendants in Japan.

A case management was scheduled on 5 May 2026 for the Plaintiffs to update the Court on the status of service of the cause papers on the Defendants. The Court was made aware that the Plaintiffs are currently in the midst of translating the cause papers into Japanese to be served out the jurisdiction. The next case management has been scheduled on 21 July 2026 for the Court to be appraised on the status of service of the translated cause papers on the Defendants.

The Company will make further announcements on any material developments in due course.

This announcement is dated 13 May 2026