

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, 1 November 2023, 1 December 2023, 2 January 2024, 2 February 2024, 1 March 2024 and 1 April 2024.

Reference is also made to the announcement on 26 April 2024 made by the KNM Group Berhad (the "**Company**" or "**KNMG**") in respect of the application to the High Court of Kuala Lumpur under Sections 366 and 368 of the Companies Act 2016 ("**CA 2016**") to sanction a new Proposed Scheme of Arrangement with its creditors and for a Restraining Order pursuant to Section 368(1) of the CA 2016, filed by the Company and KNM Process Systems Sdn Bhd (collectively referred to as the "**Applicants**"). An automatic moratorium under Section 368(1A) of the Companies (Amendment) Act 2024 was granted to the Applicants from the date of filing of the application on 26 April 2024 for a maximum of two months or until the High Court decides on the application, whichever is earlier.

The Board of Directors of the Company 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, 22 November 2023 and 26 April 2024.

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 2 May 2024.

Announcement Info

Company Name	KNM GROUP BERHAD
Stock Name	KNM
Date Announced	02 May 2024
Category	General Announcement for PLC
Reference Number	GA1-02052024-00079