

MATERIAL LITIGATION KNM GROUP BERHAD KNM PROCESS SYSTEMS SDN BHD & PETROSAB PETROLEUM ENGINEERING SDN BHD VS MECCILECT SDN BHD

KNM GROUP BERHAD

Type	Announcement
Subject	MATERIAL LITIGATION
Description	KNM GROUP BERHAD KNM PROCESS SYSTEMS SDN BHD & PETROSAB PETROLEUM ENGINEERING SDN BHD VS MECCILECT SDN BHD

KNM Group Berhad is pleased to announce that its wholly-owned subsidiary, KNM Process Systems Sdn Bhd (“KNMPS”), together with Petrosab Petroleum Engineering Sdn Bhd (“Petrosab”), has been granted leave to appeal in the Federal Court.

The case originated in the High Court where Meccilect Sdn Bhd (“Meccilect”) claimed for, among others, an alleged outstanding sum of RM7,3284,515.44 due and owing by KNMPS and Petrosab to Meccilect. On 15 December 2017, the High Court dismissed Meccilect’s claim against KNMPS and Petrosab upon submissions of no case to answer made by KNMPS and Petrosab. Dissatisfied with the order of the High Court, Meccilect filed an appeal to the Court of Appeal. On 19 November 2021, the Court of Appeal essentially reversed the High Court’s decision and allowed Meccilect’s appeal in part where KNMPS and Petrosab have to pay RM2,000,000.00 together with interest to Meccilect.

Following this, both Meccilect and KNMPS and Petrosab filed notice of motion for leave to appeal in the Federal Court respectively. On 3 December 2024, the Federal Court had granted leave for KNMPS and Petrosab to proceed with their appeal, while Meccilect’s motion for leave was dismissed.

KNMPS and Petrosab are now proceeding to the appeal proper at the Federal Court.

Further update on the development of the above appeal will be made to Bursa Malaysia Securities Berhad in due course.

This announcement is dated 4 December 2024.

Announcement Info

Company Name	KNM GROUP BERHAD
Stock Name	KNM
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