

General Announcement

Reference No **KG-050729-59541**

Company Name : **KNM GROUP BERHAD**
Stock Name : **KNM**
Date Announced : **29/07/2005**
Type : **Announcement**
Subject : **KNM Group Berhad - Utilisation of proceeds from Initial Public Offering (IPO)**

Contents :

Pursuant to the Securities Commission's letter dated 3 December 2005 and Paragraphs 9.03 and 9.08 of the Listing requirements of Bursa Malaysia Securities Berhad (Bursa Securities), the Company wishes to announce that its Board of Directors has resolved to extend the period for the utilisation of its IPO proceeds to finance its Enterprise Resource Planning system and research and development activities, from 31 July 2005 to 31 July 2006.

The balance of the IPO proceeds is RM981,387.00 as at 30 June 2005.

This announcement is made pursuant to the condition imposed by the Securities Commission in its above letter on the Company's listing and quotation of its entire issued and paid-up share capital on the Second Board of Bursa Securities on 11 August 2003, whereby the Company is required to seek its Board's approval to extend the period for utilisation of its IPO proceeds and make the appropriate announcement to Bursa Securities.