

General Announcement

Reference No **CU-070528-61233**

Submitting Merchant Bank : ASEAMBANKERS MALAYSIA BERHAD
Company Name : **KNM GROUP BERHAD**
Stock Name : KNM
Date Announced : 28/05/2007

Type : **Announcement**
Subject : **KNM GROUP BERHAD ("KNM" OR "THE COMPANY")**

(I) Proposed Bonus Issue On The Basis Of One (1) New Ordinary Share Of RM0.50 Each In KNM ("KNM Shares" or "Shares") For Every One (1) Existing KNM Share Held ('Proposed Bonus Issue'); and

(II) Proposed Share Split Involving Subdivision Of Each Of The Existing KNM Shares Into Two (2) ordinary shares of RM0.25 each in KNM ("Proposed Share Split")

(Collectively referred to as the 'Proposals')

Contents :

We refer to the announcements dated 24 April 2007, 27 April 2007 and 15 May 2007 in relation to the Proposals.

On behalf of the Board of Directors of KNM, Aseambankers Malaysia Berhad is pleased to announce the following:

(i) Securities Commission had, vide its letter dated 25 May 2007, granted its approval for the Proposed Share Split and the listing of and quotation for KNM's subdivided shares to be issued under the Proposed Share Split on the Main Board of Bursa Malaysia Securities Berhad ("Bursa Securities"); and

(ii) Bursa Securities had, vide its letter dated 25 May 2007, granted its approval for the Proposed Share Split and the listing and quotation of up to 263,451,140 new ordinary shares of RM0.50 each to be issued pursuant to the Proposed Bonus Issue.

This announcement is dated 28 May 2007.