



General Announcement

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Submitted

Company Information

Main Market Company

New Announcement

Submitting Investment Bank/Advisor (if applicable) AMINVESTMENT BANK BERHAD

Submitting Secretarial Firm (if applicable)

* Company name KESM INDUSTRIES BERHAD

* Stock name KESM

* Stock code 9334

* Contact person Doreen Hong/Yong ZiXian

* Designation Senior Manager/Assistant Manager

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Type * Announcement

Subject *: TRANSACTIONS (CHAPTER 10 OF LISTING REQUIREMENTS)

RELATED PARTY TRANSACTIONS

Description *:-

(Note : Please enter the announcement description in this field and the announcement details in the Announcement Details/Table Section or attach the full announcement details as an attachment)

KESM INDUSTRIES BERHAD ("KESMI" OR THE "COMPANY")

PROPOSED ACQUISITION OF THE REMAINING 692,308 ORDINARY SHARES OF RM1.00 EACH IN KESM TEST (M) SDN BHD ("KESM TEST") ("KESM TEST SHARE(S)"). REPRESENTING APPROXIMATELY 34.62% EQUITY INTEREST NOT ALREADY OWNED BY THE COMPANY FROM SUNRIGHT LIMITED ("SUNRIGHT" OR "VENDOR") FOR A CASH CONSIDERATION OF RM35.0 MILLION ("PROPOSED ACQUISITION")

Announcement Details/Table Section :-

(This field is for the details of the announcement, if applicable)

On behalf of the Board of Directors of KESMI ("Board"), AmlInvestment Bank Berhad ("AmlInvestment Bank") wishes to announce that KESMI had on 13 February 2015, entered into a conditional share sale agreement ("SSA") with Sunright for the acquisition of the remaining 692,308 KESM Test Shares ("Sale Shares"), representing approximately 34.62% of the equity interest not already owned by KESMI, for a cash consideration of RM35.0 million ("Purchase Consideration"). KESM Test is currently an approximately 65.38% subsidiary of KESMI and the balance of the approximately 34.62% shareholding is held by Sunright, which is a major shareholder of KESMI. Upon completion of the Proposed Acquisition, KESM Test will become a wholly-owned subsidiary of KESMI.

Please refer to the announcement as enclosed for further details on the Proposed Acquisition.

This announcement is dated 13 February 2015.

Attachment(s):- (please attach the attachments here)

☞KESM Industries Berhad (Announcement on Proposed Acquisition).pdf