

OTHERS K-ONE TECHNOLOGY BERHAD ("K-ONE TECH" OR "COMPANY") ACQUISITION OF 30% EQUITY INTEREST OF AHM CONSULTANCY & SECURITY SERVICES SDN. BHD. ("AHM") FOR CASH CONSIDERATION OF RM8.7 MILLION ("PROPOSAL")

K-ONE TECHNOLOGY BERHAD

Type	Announcement
Subject	OTHERS
Description	K-ONE TECHNOLOGY BERHAD ("K-ONE TECH" OR "COMPANY") ACQUISITION OF 30% EQUITY INTEREST OF AHM CONSULTANCY & SECURITY SERVICES SDN. BHD. ("AHM") FOR CASH CONSIDERATION OF RM8.7 MILLION ("PROPOSAL")

Unless otherwise stated, abbreviations and definitions used throughout this announcement shall be the same as those in the announcements made on 17 March 2017, 22 March 2017, 16 June 2017, 6 October 2017, 29 December 2017, 17 January 2018 and 31 December 2018 ("Announcements").

Further to the Company's Announcements, the Board of Directors ("Board") wishes to advise that the reason for the deferment of the commencement of the Profit Guarantee Period and First Put Option Commencement Date was due to the delay in the completion of the acquisition of AHM arising from the need to fulfill the conditions precedents in the Share Sale Agreement dated 17 March 2017 ("SSA"), hence, pushing the completion of the acquisition to 17 January 2018 which had by then passed AHM's financial year of 31 December 2017.

Based on the norm and spirit that profit guarantees would usually be provided post-acquisition, the Vendors had requested for the deferment. As such, K-One Tech and the Vendors had mutually agreed that the Profit Guarantee Period should only commence after the completion date of 17 January 2018. Therefore, the Profit Guarantee will commence from 1 January 2018 to cover 2 financial years from 1 January to 31 December 2018 and 1 January to 31 December 2019 and the First Put Option Commencement Date be deferred to 1 June 2020 and the Second Put Option Commencement Date be deferred to 1 October 2021 accordingly in view of the deferred Profit Guarantee Period.

This announcement is dated 2 January 2019.

Announcement Info

Company Name	K-ONE TECHNOLOGY BERHAD
Stock Name	K1
Date Announced	02 Jan 2019
Category	General Announcement for PLC
Reference Number	GA1-31122018-00069