



SILK HOLDINGS BERHAD

(Company No: 405897-V)

(Incorporated in Malaysia under the Companies Act, 1965)

NOTICE TO ALL SHAREHOLDERS

On 27 November 2013, the Board of Directors ("Board") of SILK Holdings Berhad ("SHB" or "Company") had announced that: -

- i) the retiring auditors, Messrs Ernst & Young had on 21 November 2013 issued a formal notice to the Company stating that they will not be seeking reappointment as auditors of the Company at the forthcoming 16th Annual General Meeting ("16th AGM");
- ii) on 22 November 2013, the Company received a notice from Haji Abdul Rahman bin Ali, a shareholder of the Company nominating Messrs KPMG as the auditors of the Company in place of the retiring auditors, Messrs Ernst & Young, and of his intention to propose a resolution to effect such appointment, a copy of which is annexed hereto as the Appendix; and
- iii) the appointment of Messrs KPMG as auditors is subject to a resolution to be passed by the shareholders at the forthcoming 16th AGM of the Company scheduled to be held on 13 December 2013.

Pursuant to the above, the resolution for the appointment of Messrs KPMG as auditors will, subject to Resolution 5 as set out in the Notice of 16th AGM contained in the Annual Report 2013 being amended, be considered by the shareholders under the said Resolution 5.

By Order of the Board

KWAN WAI KEIN (MAICSA 7055765)
SOTHIRAJEN a/I S. PARANJOTHI (LS 0005734)

Company Secretaries

Kuala Lumpur
28 November 2013

HAJI ABDUL RAHMAN BIN ALI

Lot 3 Lorong Templer 6/4, Section 6, 46000 Petaling Jaya, Selangor Darul Ehsan.

22 November 2013

The Board of Directors
SILK Holdings Berhad
D2-3-2 Solaris Dutamas
1, Jalan Dutamas 1
50480 Kuala Lumpur

Dear Sirs,

Re: NOMINATION OF AUDITORS

Pursuant to Section 172 (11) of the Companies Act 1965, I, Haji Abdul Rahman bin Ali (NRIC No.: 610505-11-5515) being a member of the Company, hereby give notice of my nomination of Messrs KPMG for appointment as auditors of the Company and of my intention to propose the following Ordinary Resolution to be passed at the forthcoming Annual General Meeting of the Company, to replace the auditors, Messrs Ernst & Young: -

“THAT Messrs KPMG be and are hereby appointed auditors of the Company in place of the retiring auditors, Messrs Ernst & Young to hold office until the conclusion of the next annual General Meeting at the remuneration to be determined by the Directors.”.

Yours faithfully,



Haji Abdul Rahman bin Ali