CAPITAL WORLD LIMITED
(Incorporated in the Cayman Islands)
(Company Registration No.: CT-276295)

RECEIPT OF APPROVAL FOR THE APPLICATION FOR EXTENSION OF TIME TO SUBMIT A PROPOSAL FOR RESUMPTION OF TRADING FROM SUSPENSION PURSUANT TO CATALIST RULE 1304(1)("WAIVER")

The Board of Directors (the "**Board"** or the **"Directors**") of Capital World Limited (the "**Company**", and together with its subsidiaries, the "**Group**") refers to its announcements dated 11 February 2021 and 25 February 2021 (the "**Previous Announcements**") in relation to the above application. Unless otherwise defined, all capitalised terms used in this announcement shall bear the same meaning in the Previous Announcements.

The Board wishes to inform the shareholders of the Company (the "**Shareholders**") that the Company has, on 1 March 2021, received a letter from the Singapore Exchange Regulation Pte. Ltd. (the "**SGX RegCo**"), setting out, amongst others, that it has no objection to the Company's application for the Waiver to submit a Resumption Proposal for its resumption of trading from suspension by 30 September 2021.

The grant of the Waiver is subjected to the following:

i. The Company announcing the Waiver granted, the reasons for seeking the Waiver, the conditions as required under Catalist Listing Rule 106 and if the Waiver conditions have been satisfied. If Waiver conditions have not been met on the date of the announcement, the Company must make an update announcement when the conditions have all been met;

ii. Submission of a written confirmation from the Company that it is not aware of any information that will have a material bearing on investors' decision which has yet to be announced by the Company; and

iii. Regular and detailed monthly updates to the Exchange and shareholders via SGXNET on the Company's progress in meeting the key milestones for the submission proposal to the Exchange.

(together the "**Waiver Conditions**")

Pursuant to Waiver Condition (i), the reasons seeking for the Waiver are set out below:

Status of the Singapore Court hearing for the Court's approval for the Scheme of Arrangement pursuant to section 71(1) of the Insolvency, Restructuring and Dissolution Act 2018 (the "Restructuring")

1. The Company is currently undergoing a Singapore Court's supervised Restructuring which was originally scheduled to be heard on 8 February 2021 ("**Hearing**").

   As announced on 1 June 2020, APSB had on 27 May 2020 filed an Application for Leave to Intervene and to set aside an Ex-Parte Judicial Management Order (the "**JMO**") that was awarded to place CCPSB under judicial management. As a result of the JMO, the Company's wholly owned Malaysian subsidiary, CCPSB's judicial manager, CRS Corporate Services Sdn Bhd ("**CRS**"), has been in on-going negotiations with APSB in relation to the contingent liabilities of CCPSB. The Company had originally expected both parties to reach a settlement prior to 8 February 2020, however this has not been the case as both parties are still in the final stage of negotiations.

The Board is of the view that reaching a conclusion on the settlement agreement is necessary to facilitate the approval for the Hearing and had received approval for the adjournment of the Hearing to 22 March 2021.

Once the settlement agreement with APSB is reached,

(i) CRS will proceed with the Statement of Proposal as approved in CCPSB's creditors meeting held on 16 October 2020 and the judicial management process will likely be completed by July 2021.

(ii) Upon receipt of court approval of the Restructuring by 22 March 2021, the Restructuring is expected to be completed by August 2021.

Ongoing efforts undertaken by the Company towards trading resumption from suspension

2. The Company was suspended under Catalist Rule 1303(3). Upon completion of the *Scheme by performance in accordance with its terms, *inter alia*, all liabilities of the Company in relation to or in connection with the debts of the *Scheme Parties and the creditors of CCPSB shall be deemed satisfied. Accordingly, after the completion of the proposed distribution of the *Scheme Shares at the *Issue Price to the Scheme Parties as satisfaction of *Approved Claims, in proportion to each of their Approved Claim against the aggregate amount of all Approved Claims.
**For capitalised terms, please refer to the Scheme Document announced by the Company on 20 July 2020.*

The Scheme would allow for a restructuring of its debts and liabilities to enable the Group to strengthen and rebuild its balance sheet and cash flow situations as well as facilitate the possibility of obtaining more investment into the Company going forward. The Board is of the view that following the reduction of its financial debt to a sustainable level, the Company will be a viable going concern.

Post Restructuring, the Board will focus on the following aspects which it envisages to be included in its proposal through its sponsor to the Exchange with a view to resume trading in the Company's securities ("**Resumption Proposal**") to be submitted. Hence, an extension of time would assist the Company in exploring such avenues.

(i) Core business after Restructuring

All sales of properties and operations of CCPSB was halted during the judicial management period. Post the completion of the JM process, the Company expects to commence sales of the property units.

(ii) Impact of COVID-19

The bigger impediment to the Company's efforts to resume trading, however, is the advent of the Coronavirus Disease 2019 ("**COVID-19**") virus in Malaysia. The Malaysian government has reported a growing number of COVID-19 cases over the last few months, and had re-implemented Movement Control Order ("**MCO**") across a number of states in Malaysia. MCO in Johor was subsequently extended to 4 March 2021 with stricter enforcement, screening and a national vaccination program expected between February 2021 to February 2022. The borders of Malaysia continue to remain closed.

The Board is hopeful that with the MCO measures in place, the COVID-19 situation can improve by the second half of 2021 and help to bolster the recovery of the Malaysian property market and stimulate investors' demand for property when CCPSB commences the sale of its property units. The Company will be in a better position to forecast sales of its properties when it restarts its sales process and when there is clarity on property market recovery and investor's sentiments.

(iii) Exploration of potential acquisitions and fund-raising avenues

The Company is also actively exploring additional alternative avenues, such as fund raising and acquisitions or mergers with other suitable acquisition targets and/or profitable companies to improve the working capital of the Group.

However, the current business climate brought about by the COVID-19 situation coupled with the uncertainties as to when the Restructuring will be completed makes it difficult for the Company to negotiate with potential investors.

The Company expects that it will be in a better position to negotiate post 22 March 2021 when there is clarity on the Restructuring and therefore requires more time to work on this aspect.

The Company has provided a written confirmation pursuant to Waiver Condition (ii) and the Board confirms that the Waiver is not and will not be in contravention of any laws and regulations governing the Company and its constitution.

Pursuant to Waiver Condition (iii), the Company will announce regular and detailed monthly updates via SGXNET on the Company's progress in meeting key milestones for the submission of a resumption proposal to the Exchange or as and when material developments occur.

Based on the foregoing, all the Waiver Conditions have been satisfied.

Trading in the Company's securities on the SGX-ST has been voluntarily suspended by the Company on 14 February 2020.

Shareholders are advised to read this announcement and any further announcements by the Company carefully. Shareholders are also advised to refrain from taking any action in respect of their securities in the Company which may be prejudicial to their interests, and to exercise caution when dealing in the securities of the Company. Shareholders should consult their stockbrokers, bank managers, solicitors or other professional advisors if they have any doubt about the actions they should take.

By Order of the Board
CAPITAL WORLD LIMITED

Siow Chien Fu
Executive Director and Chief Executive Officer
1 March 2021

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "**Sponsor**"). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "**Exchange**"). The Exchange assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.*

The contact person for the Sponsor is Ms. Lim Hui Ling, 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318, sponsorship@ppcf.com.sg.