

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

RESULT OF COURT HEARING:

(A) CAPITAL WORLD LIMITED APPLICATION FOR MORATORIUM PURSUANT TO SECTION 211B(1) OF THE COMPANIES ACT (CAP. 50)

(B) COURT APPLICATION TO PLACE CAPITAL CITY PROPERTY SDN. BHD. UNDER JUDICIAL MANAGEMENT

Unless otherwise defined, all capitalised terms used in this announcement shall bear the same meaning in the Previous Announcements.

The board of directors (the “**Board**” or the “**Directors**”) of Capital World Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) refers to the Company’s announcements on 13 February 2020, 17 February 2020, 21 February 2020, 24 February 2020 and 2 March 2020 (the “**Previous Announcements**”) on:

1. the Company had commenced a court-supervised process to reorganise its liabilities by filing application in the High Court of the Republic of Singapore (the “**Court**”) for a moratorium pursuant to Section 211B(1) of the Companies Act (Cap. 50) (the “**Act**”) (the “**Application**”); and
2. Capital City Property Sdn. Bhd. (the “**CCPSB**”) (the “**JM Applicant**”), a wholly-owned subsidiary of the Company, has filed an application to place CCPSB under judicial management in the High Court of Malaya, Kuala Lumpur, Malaysia (the “**Malaysia Court**”) (the “**JM Application**”).

Updates on the Application

The Board wishes to update that the Court had, on 13 March 2020, allowed the Application, for a period of six months (that is, up to and including 16 August 2020, the “**Moratorium Period**”) from the date of the Application on 17 February 2020, and ordered, inter alia, the following:

- a. No proceedings shall be passed for the winding up of the Company;
- b. No proceedings in Singapore (or seated in Singapore, as the case may be), whether before a court, arbitral tribunal or administrative agency, and whether current, pending or threatened against the Company, shall be commenced or continued against the Company;
- c. No appointment of a receiver or manager over any property or undertaking of the Company shall be made;
- d. No execution, distress or other legal process shall be commenced, continued or levied against any property of the Company;
- e. No step to enforce any security over any property of the Company, or to repossess any goods held by the Company under any chattels leasing agreement, hire purchase agreement or retention of title agreement shall be taken; and
- f. No right of re-entry or forfeiture under any lease in respect of any premises occupied by the Company shall be enforced, including any enforcement that may be taken pursuant to Section 18 or 18A of the Conveyancing and Law of Property Act (Cap. 61)

The Court further made the following directions:

- a. Within three months from 13 March 2020 (that is, by 13 June 2020), the Company must provide the Court with a report on the valuation of the significant assets of the Company and its subsidiaries. Copies of the same are to be made available to creditors on request;
- b. If the Company acquires or disposes of any property or grants security over any property, the Company must submit to the Court information relating to the acquisition, disposal or grant of security no later than 14 days after the date of the acquisition, disposal or grant of security;
- c. Submit to the Court the quarterly financial reports of the Company and the Group that is announced pursuant to Rule 705(2) of the Singapore Exchange Securities Trading Limited Listing Manual Section B: Rules of Catalist; and

- d. Within three months from 13 March 2020 (that is, by 13 June 2020), submit to the Court the forecast on profitability and cash flow from the operations of the Company and the Group (for the six months period ending 16 August 2020). Copies of the same are to be made available to the creditors on request.

Updates on the JM Application

The Board wishes to update that Malaysia Court had, on 13 March 2020, allowed the JM Application and ordered, inter alia, the following:

- a. CCPSB be placed under judicial management of judicial manager pursuant to Section 405 of the Malaysia Companies Act 2016;
- b. Mr Wong Ching Yong of CRS Corporate Services Sdn Bhd, be appointed as the judicial manager (“**Judicial Manager**”) of CCPSB, to manage the affairs, business and property of CCPSB in the period where the CCPSB is in judicial management;
- c. CCPSB shall remain under judicial management for a period of six months from 13 March 2020, and during such period, no resolution shall be passed or order made for the winding-up of the CCPSB;
- d. That all other and/or further proceedings or actions against CCPSB by any party but not limited to:
 - i. any winding-up proceedings or taking of any action or proceedings, adjudication and/or arbitration;
 - ii. any enforcement, detention, or any other form of execution of any judgment and/or order and/or award against the CCPSB and/or its property;
 - iii. any distress that may be levied against the CCPSB and/or its property;
 - iv. any execution of the rights or remedies or powers of appointment of any receiver and manager over CCPSB (including but not limited to the taking of any actions or proceedings or continuing with the exercise of the rights or remedies under any Debenture);
 - v. the enforcement of any charge on or the sale of any asset that is the subject of any security interest created by CCPSB over its property;
 - vi. the repossession of any plant, equipment or machinery under any lease and/or hire purchase agreement and/or chattels leasing agreement and/or retention of title agreement obtained by CCPSB;
 - vii. transfer of any share of CCPSB and/or the alteration of the status of any member of CCPSB.

shall only be commenced and/or continued against CCPSB and/or its property with the consent of the Judicial Manager or with leave from Malaysia Court and subject to such terms as the Malaysia Court may impose.

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

The Company will make further announcements as appropriate or when there are further developments. 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
16 March 2020

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") in accordance with Rules 226(2)(b) and 753(2) of the Singapore Exchange Securities Trading Limited (the "SGX-ST") Listing Manual Section B: Rules of Catalyst.

This announcement has not been examined or approved by the SGX-ST. The SGX-ST 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. Gillian Goh, Director, Head of Continuing Sponsorship (Mailing address: 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318, and Email: sponsorship@ppcf.com.sg).