

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

UPDATES PURSUANT TO RULE 704(22) OF THE SINGAPORE EXCHANGE SECURITIES TRADING LIMITED'S ("SGX-ST") LISTING MANUAL SECTION B: RULES OF CATALIST ("CATALIST RULES")

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

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, 2 March 2020, 16 March 2020, 1 April 2020, 6 April 2020, 30 April 2020, 1 June 2020 and 12 June 2020 (collectively, the "**Previous Announcements**") and wishes to provide the following update pursuant to Rule 704(22) of the Catalist Rules:

A. Negotiation between the issuer and its principal bankers or trustee

The Group does not have any significant loans with banks and is not engaged in any negotiations with banks. The Group confirms that it does not maintain any trustee account.

B. Update on claims against the Group

As at the date of this announcement, the total number of claims that the Group has received remains largely unchanged since the last update announcement. The total amount of claims is approximately RM56.2⁽¹⁾ million, of which RM9.9⁽¹⁾ million are claims from trade and other creditors, while the remaining RM46.3⁽¹⁾ million are loans from a financial institution (non-bank) and a convertible loan agreement. The changes in the total amount of claims were due to the change in exchange rates.

C. The Company's future direction, or other material development that may have a significant impact on the issuer's financial position

The Company is in the midst of preparing the scheme documents in relation to the proposed scheme of arrangement in Singapore. The commencement of Phase Two after the lifting of the circuit breaker measures in Singapore on 19 June 2020 has helped to expedite this process.

Most economic activities in Malaysia have resumed. Since 10 June 2020, Malaysia has gone into the Recovery Movement Control Order ("**RMCO**") phase. This has resulted in the relaxation of travelling within Malaysia. CCPSB's Judicial Manager ("**JM**") is now able to move freely to carry out his work to complete the restructuring of CCPSB.

With respect to the Notice of Default (the "**Notice**") issued by Achwell Property Sdn Bhd ("**APSB**") dated 15 May 2020, the JM has responded on 16 June 2020 and informed APSB that the CCPSB is unable to complete the project due to poor market conditions. The JM also informed APSB that the JM has been appointed as a proactive measure to undertake an orderly restructuring of CCPSB's obligations with its creditors and APSB as its joint venture partner. The JM has initiated discussions with APSB and has put forward a preliminary proposal for APSB's consideration. The JM will be following up with APSB with further meeting(s) to settle the issues between parties amicably.

Regarding APSB's Application for Leave to Intervene and to set aside the Ex-Parte Judicial Management Order (the "**JMO**") (the "**Application**"), CCPSB and the JM had, on 12 June 2020 and 18 June 2020 respectively, filed their affidavits in response to the Application. The hearing for the Application at the High Court of Kuala Lumpur (the "**Malaysia HC**") has been fixed on 6 August 2020.

In relation to the application of CCPSB's creditor, Zhang Chi ("ZC") for leave to continue the legal proceedings against CCPSB in the Malaysia HC and/or to enforce ZC's rights under the Judgement in Default against CCPSB, the JM had, on 23 June 2020, wrote to ZC's legal counsel, to inform him that a proposed scheme will be formulated to address the claims of CCPSB's creditors including the claims of ZC. The initial E-Review scheduled on 11 June 2020 had not proceeded and the next E-Review is set to be on 3 July 2020.

Save as disclosed above, no other further material developments have taken place since the Company's previous announcement, that, in the Board's view, may have a significant impact on the Company's financial position pursuant to Rule 704(22) of the Singapore Exchange Securities Trading Limited Listing Manual Section B: Rules of Catalist. The Company will provide further updates on the status of the above matters through SGXNET if and when it is informed of any material developments relating thereto and in accordance with the requirements under Catalist Rule 704(22).

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
2 July 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 Catalist.

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).

Note (1) : Based on exchange rate of RM 3.0708 : S\$ 1, RM 0.552878 : HK\$ 1.