

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 on 2 July 2020 and 20 July 2020.

The board of directors (the "**Board**" or the "**Directors**") of Capital World Limited (the "**Company**", and together with its subsidiaries, the "**Group**") wishes to provide the following updates 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 legal claims that the Group has received remains largely unchanged since the last update announcement. The total amount of claims is approximately RM56.0⁽¹⁾ million, of which RM9.9⁽¹⁾ million are claims from trade and other creditors, while the remaining RM46.1⁽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

As announced on 20 July 2020, the Company circulated the Scheme document to its creditors on 15 July 2020, in relation to the proposed Scheme of Arrangement pursuant to Section 211 of the Companies Act in Singapore. The Scheme Document has included the steps taken by the Company towards Restructuring and its future plans.

The Scheme manager had, on 4 August 2020, informed creditors who had submitted their proof of debt on 25 July 2020 about the results of adjudication of claims and the admitted amount for the purpose of voting at the Scheme meeting. The Company intends to inform the Court of the voting outcomes at the next Court hearing, to be scheduled by the Court, that the Company intends to file application for approval of the Scheme by next week. The Company will thereafter provide updates on such outcome.

With respect to the Notice of Default (the "**Notice**") issued by Achwell Property Sdn Bhd ("**APSB**") on 15 May 2020, CCPSB's Judicial Manager (the "**JM**") does not accept APSB's counter proposal to determine their final entitlement sum based on the original estimated gross development value ("**GDV**"), as the basis to determine the final settlement sum due to APSB, as the JM maintains that the GDV should be determined based on the revised GDV taking into consideration current market conditions. The JM will continue to engage with APSB through 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**"), the hearing that was fixed on 6 August 2020 at the High Court of Kuala Lumpur (the "**Malaysia HC**") is rescheduled to 27 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 hearing is fixed on 25 September 2020 at the Malaysia HC.

Save as disclosed above, no other further material developments have taken place 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 Catalyst.

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 any material 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
11 August 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).

Note (1) : Based on exchange rate of RM 3.0841 : S\$ 1, RM 0.547473 : HK\$ 1.