

CWX GLOBAL LIMITED

(Incorporated in the Republic of Singapore)

(Company Registration No. 199905693M)

RESPONSE TO QUERIES FROM THE SINGAPORE EXCHANGE REGULATION PTE LTD (“SGX REGCO”) IN RELATION TO THE PROPOSED PLACEMENT OF 1,888,888,889 NEW ORDINARY SHARES AT S\$0.0018 PER SHARE

The board of directors (the “**Board**”) of CWX Global Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) refers to the Company’s announcement dated 16 September 2020 (“**Announcement**”) in relation to the proposed placement of 1,888,888,889 new ordinary shares at S\$0.0018 per share (“**Proposed Placement**”).

The Board wishes to provide the following responses to queries received from the SGX RegCo on 17 September 2020 on the Announcement.

Unless otherwise defined, all capitalised terms used herein shall bear the meanings as ascribed to them in the Announcement.

SGX Query 1: Please provide the background information of the Placees.Company’s response:

Please refer to the table below for the background information on the Placees.

Name of Placee	Number of Placement Shares subscribed for	Information on Placee
Lu, Weihan	333,333,333	Lu, Weihan is a businessman and an experienced private investor.
Liu, Hao	388,888,889	Liu, Hao is an experienced private investor.
Wang, Xin	388,888,889	Wang, Xin is an experienced private investor.
You, Xingmao	388,888,889	You, Xingmao is a businessman and an experienced private investor.
Capital Investment Travel(SG) Pte. Ltd.	388,888,889	Capital Investment Travel(SG) Pte. Ltd. is incorporated in Singapore, and is in the business of providing worldwide travel services and investment. Its sole director and shareholder is Yin, QingSong, who is a businessman and an experienced private investor.

SGX Query 2: Who is the introducer, Liu Chang, Daisy of the Proposed Placement? How did the Company/Board get to know her?

Company's response:

The Introducer, Liu Chang, Daisy, is a Chinese national who has been living in Singapore for the past four (4) years. She graduated from National University of Singapore with a master's degree. Her current and past working experience involves mainly coordinating for projects as well as investment deals. Through her working experience, Liu Chang, Daisy has built up a vast network of connections both in the People's Republic of China as well as Singapore.

Liu Chang, Daisy was introduced to the Executive Director and Chief Executive Officer of the Company during a business meeting in Singapore.

SGX Query 3: Please provide rationale for placing the shares to the Placees (Rule 810(2)(b)).

Company's response:

As disclosed under Section 5 of the Announcement entitled "Rationale for the Proposed Placement and Use of Proceeds", in view that the Group reported a negative working capital position of US\$20.5 million as at 30 June 2020 (as disclosed in the Company's announcement dated 25 August 2020 in respect of its full year results for the financial year ended 30 June 2020), the Proposed Placement is undertaken by the Company to raise funds and improve the Group's financial position, cash flow and working capital. The Placees were introduced to the Company through the Introducer and the Placees have expressed interest to invest in the Company and subscribe for the Placement Shares for investment purposes (as disclosed under Section 4 of the Announcement entitled "Information on the Placees").

The Proposed Placement is also undertaken by the Company in view of the current global recession. Should the global situation continue to deteriorate and further affect the market sentiment, the Company may not be able to raise funds when required.

SGX Query 4: Considering that each of the placees will hold more than 5% shareholding in the Company post-Placement, will they be involved in the Company's business or management role?

Company's response:

As at the date of the Placement Agreement and the Announcement, and as at to-date, there had been no discussions and no plans for any of the Placees to be involved in the Company's business or to take up any management role in the Company.

SGX Query 5: In the event the Proposed Placement does not proceed, will the Introducer still get the Introducer Fee?

Company's response:

Yes, the Company will still pay the Introducer the Introducer Fee even if the Proposed Placement does not proceed. The Introducer Fee is payable by the Company to the Introducer in consideration of the introduction of the Placees by the Introducer to the Company. In addition, the introducer has been handling the administrative and logistics work in relation to the Proposed Placement including liaising with the Placees.

SGX Query 6: All the proceeds of the Proposed Placement will be used for the Group's working capital. Please provide a breakdown of the usage for working capital.

Company's response:

Please refer to the table below for a breakdown of the use of the Net Proceeds for working capital purpose.

Use of Net Proceeds	Percentage of Net Proceeds
Working Capital – General and administrative expenses including office expenses, staff costs and administrative expenses	10% to 20%
Working Capital – Repayment of bank borrowings and interests, as well as restructuring of term loan	80% to 90%

BY ORDER OF THE BOARD

Pang Kee Chai, Jeffrey
Chief Executive Officer and Executive Director
18 September 2020

This announcement has been prepared by CWX Global Limited (the "Company") and its contents have been reviewed by the Company's sponsor, ZICO Capital Pte. Ltd. (the "Sponsor"), in accordance with Rule 226(2)(b) of the Singapore Exchange Securities Trading Limited ("SGX-ST") Listing Manual Section B: Rules of Catalyst.

This announcement has not been examined or approved by the SGX-ST and 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 Alice Ng, Director of Continuing Sponsorship, ZICO Capital Pte. Ltd. at 8 Robinson Road #09-00 ASO Building, Singapore 048544, telephone (65) 6636 4201.