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 19 February 2021.

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 legal claims against the Group

As at the date of this announcement, the total number of legal claims that the Group has received is approximately RM53.9[(1)] million, of which RM9.1[(1)] million are claims from trade and other creditors, while the remaining RM44.8[(1)] million are loans from a financial institution (non-bank) and a convertible loan agreement. The decrease in the total amount of legal claims were mainly due to Lembaga Hasil Dalam Negeri Malaysia, also known as the Inland Revenue Board of Malaysia, ("**LHDN**') withdrawing their claim on 1 March 2021 with liberty to file afresh. On 26 November 2020, LHDN filed a claim against Capital City Property Sdn. Bhd. ("**CCPSB**") for outstanding tax payable for the Year Assessment ("**YA**") 2017 and YA2018 amounting to RM35.2 million.

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

With regards to the Court's approval for the Scheme of Arrangement pursuant to section 71(1) of the Insolvency, Restructuring and Dissolution Act 2018 (the "**Sanction Application**") under HC/OS 784/2020 which is scheduled on 22 March 2021, the ongoing settlement negotiations between the Company's wholly owned Malaysian subsidiary, CCPSB and Achwell Properties Sdn Bhd ("**APSB**") have made significant progress and both parties are in the midst of finalising the term sheet. APSB will officially withdraw its objections to the Sanction Application upon the signing of a settlement agreement. As such, both APSB and the Company have applied for, and the Court has approved a 2 months adjournment of the court hearing for the Sanction Application and a corresponding extension of the moratorium under HC/OS 216/2020 granted under Section 211B(1) of the Companies Act (Cap. 50). The next hearing of the Sanction Application is fixed on 24 May 2021.

The Malaysia HC granted CRS Corporate Services Sdn Bhd, the judicial manager ("**JM**") of CCPSB an extension of the Judicial Management Order ("**JMO**") to 8 March 2021. On 7 February 2021, the JM made an application to the Malaysia HC to further extend the JMO and was subsequently granted an extension of 6 months to 8 September 2021. The hearing of the appeals filed by APSB against the decision of the Malaysian HC for not setting aside the JM appointment has been fixed on 6 October 2021.

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 Catalist.

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
22 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.

Note (1): Based on exchange rate of RM 3.0389: S$ 1; RM 0.526645: HK$ 1.0000