

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 14 October 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 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 RM54.4⁽¹⁾ million, of which RM9.1⁽¹⁾ million are claims from trade and other creditors, while the remaining RM45.3⁽¹⁾ million are loans from a financial institution (non-bank) and a convertible loan agreement.

The changes in the total amount of legal claims were due to the following:

- i) Changes in exchange rates;
- ii) On 27 August 2020, one of the CCPSB's creditor, Chee Hoe & Associates ("**CHA**") withdrawn his claim amounting to RM0.81 million;
- iii) On 25 October 2020, Zhang Chi ("**ZC**") has made an application to the Malaysian HC for leave to start legal action for his claim amounted to RM0.3 million against CCPSB in the Malaysia HC and/or to enforce ZC's rights under the Judgement in Default against CCPSB. ZC had, on 25 September 2020, withdrawn the Malaysia originating summons from the session court of Johor Bahru. The case management has been fixed on 11 November 2020. On 11 November 2020, during case management CCPSB was informed to file an affidavit in reply on/before 27 November 2020 and ZC is to file his affidavit in reply on/before 11 December 2020. The court hearing has been fixed on 29 January 2021.

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

With respect to CCPSB, the Malaysia HC granted the Judicial Manager ("**JM**") an extension of six months from 9 September 2020 to 8 March 2021 of the Judicial Management Order ("**JMO**") on 4 September 2020:

- i) To date, the hearing of the appeals filed by APSB has yet to be fixed by the Court of Appeal and are pending the issuance of grounds of judgement by the Malaysian HC.

- ii) On 16 October 2020, CCPSB's JM has filed the result of CCPSB's creditors' meeting with the Malaysia HC. The JM's statement of proposal came into effect immediately after the outcome of the meeting was determined and declared by the chairman of the meeting.
- iii) On 20 October 2020, the hearing of APSB's case management (on its appeal application made on 7 October 2020) was held. On 28 October 2020, CCPSB has filed an affidavit in reply to APSB's appeal against the JM's rejection of their proof of debt form dated 11 June 2020 and that pending the full and final disposal of this application, the CCPSB's creditors' meeting to be convened pursuant to Section 420(1)(a) of the Companies Act, 2016 be stayed. The case management has been fixed on 23 November 2020.

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
23 November 2020

*This announcement has 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**") and the Exchange assumes no responsibility for the contents of this document, including the correctness of any of the statements or opinions made or reports contained in this document.*

The contact person for the Sponsor is Ms Gillian Goh, 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318, sponsorship@ppcf.com.sg.

Note (1): Based on exchange rate of RM 3.0508: S\$ 1; RM 0.536098: HK\$ 1.0000