

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

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**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")**

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Unless otherwise defined, all capitalised terms used in this announcement shall bear the same meaning in the previous announcements on 23 November 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 RM53.9<sup>(1)</sup> million, of which RM9.1<sup>(1)</sup> million are claims from trade and other creditors, while the remaining RM44.8<sup>(1)</sup> 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 changes in exchange rates.

On 4 October 2019, several owners of the Capital 21 @ Capital City, Teh Swee Neo, Lee Yong Hen and 97 other purchasers (collectively, the "**Plaintiffs**") filed a claim to CCRM Management Sdn Bhd. ("**CCRM**") as leasee and CCPSB (collectively, the "**Defendants**") as developer that the Defendants had misrepresented and defrauded the Plaintiffs.

The Plaintiffs have requested for the sales and purchase agreement and tenancy agreement to be revoked and the outstanding rental owed to them under the tenancy agreement entered into with CCRM and the general damages which are to be decided by the judge.

On 26 November 2020, CCPSB had submitted the application to amend the defence and counterclaims by the Plaintiffs to Johor Bahru HC, who are claiming against CCPSB the outstanding rental owed to them under a tenancy agreement they have entered with CCRM. The Plaintiffs' lawyer had issued a letter to Johor Bahru HC and informed the court that the Plaintiffs have no objection on the amendment and fixed the case management on 7 December 2020. CCPSB takes the position that CCPSB and CCRM are separate legal entities and that CCPSB is not a party to the tenancy agreement between the Plaintiffs and CCRM.

During the case management, CCPSB was informed to file the amended defence and counterclaim within 14 days and the Plaintiffs and CCRM is to file the amended statement in reply and reply to counterclaim on or before 21 December 2020. The case management has been fixed on 28 December 2020.

**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 AP SB against the decision of the Malaysian HC for not setting aside the JM appointment has yet to be fixed by the Court of Appeal.
- ii) On 23 November 2020, the hearing of AP SB’s case management following CCPSB filing of an affidavit in reply on 28 October 2020 to AP SB’s appeal made on 7 October 2020 was held. AP SB was informed to file an affidavit in reply on/before 14 December 2020. On 9 December 2020, AP SB has submitted their request to extend the date of filing the affidavit in reply on/before 31 December 2020. The case management has been fixed on 21 December 2020.
- iii) As for the Zhang Chi’s case, on 27 November 2020, CCPSB filed an affidavit to the Malaysian HC. On 10 December 2020, Zhang Chi filed his affidavit in reply. The court hearing has been fixed on 29 January 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  
21 December 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](mailto:sponsorship@ppcf.com.sg).*

*Note (1): Based on exchange rate of RM 3.0473: S\$ 1; RM 0.5257258: HK\$ 1.0000*