

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

INTERIM MATERIAL UPDATE

*Unless otherwise defined, all capitalised terms and references shall bear the same meanings ascribed to them in the previous announcements made by the Company on 11 November 2022, 31 August 2023 and 31 January 2024 (the “**Announcements**”) in relation to the Convertible Loan Agreement (“**CLA**”)*

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:

Updates on the CLA

The Company has on 5 March 2024, repaid the amount of S\$300,000 (“**Repayment Sum**”) to AIM Worldwide Group Ltd (“**AIM Worldwide**”). Following the repayment of the Repayment Sum, the outstanding amount on the CLA is S\$1,700,000.

Following the repayment of the Repayment Sum by the Company, the Company has, on 5 March 2024 received the Conversion Notice from AIM Worldwide for the conversion of the outstanding amount on the Loan into Conversion Shares in accordance with the Terms and Conditions.

The Company will issue 1,545,454,545 new shares at the price of S\$0.0011 (“**Conversion Price**”) to AIM Worldwide (the “**Conversion Shares**”).

The Conversion Price was mutually agreed between the Company and AIM Worldwide on an arm’s-length basis, taking into consideration the following factors:

- (a) the Company’s financial position and its application for the Scheme of Arrangement;
- (b) the Company’s wholly-owned subsidiary, Capital City Properties Sdn Bhd having been placed under judicial management due to an inability to sell its retail units and shopping mall closures (which resulted from the COVID-19 pandemic), the subsequent Movement Control Orders implemented by the Malaysian government and consequent pessimism in Johor Bahru’s property market;
- (c) the Company’s limited equity and/or debt fundraising options;
- (d) the Company’s agreement with AIM Worldwide to allot and issue the Conversion Shares under the Convertible Loan Agreement in place of repayment of the CLA Loan in cash to conserve cash resources for the purposes of funding the Group’s operating expenses for the next 12 months and fulfilling the requirements for the Company to resume trading on the SGX-ST;
- (e) the then prolonged trading suspension since 14 February 2020; and
- (f) the VWAP for each Share based on the trades done on 13 February 2020, being the last full market day when the Company’s shares were traded prior to the Company’s trading suspension on 14 February 2020.

The Conversion Shares will not result in any new cash proceeds for the Company. The Directors are of the opinion that the working capital available to the Group is sufficient to meet its present requirements.

There was no placement agent appointed in connection with the Conversion Shares.

The Company's Sponsor will be submitting an application for a listing and quotation notice on behalf of the Company to the SGX-ST for the approval in-principle for the dealing in, listing of and quotation for the Conversion Shares on the Catalist of the SGX-ST. The Company shall make the relevant announcement on this as and when there is any update on the status of the above.

The Company will be seeking Shareholder's approval for the proposed issue of the Conversion Shares at an extraordinary general meeting ("**EGM**") to be convened on a date to be announced later. A circular to Shareholders' containing, inter alia, information on the proposed issue of the Conversion Shares will be circulated to the Shareholders in due course.

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. 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

Hoo Khee Leng
Executive Director and Chief Executive Officer
5 March 2024

*This announcement has been prepared by the Company and its content have been reviewed by the Company's sponsor, RHT Capital Pte. Ltd. (the "**Sponsor**") for compliance with the relevant rules of the SGX-ST.*

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 contained in this announcement.

The contact person for the Sponsor is Mr. Josh Tan – Registered Professional, at 36 Robinson Road, #10-06, City House, Singapore 068877, sponsor@rhtgoc.com.