

CHINA SPORTS INTERNATIONAL LIMITED
(UNDER JUDICIAL MANAGEMENT)
(Company Registration: 39798)
(Incorporated in Bermuda)
(the “Company”)

UPDATE ON APPROVAL OF EXTENSION OF TIME IN RELATION TO:

- [1] SUBMISSION OF RESUMPTION PROPOSAL UNDER LISTING RULE 1304(1)**
 - [2] ANNOUNCEMENT OF FINANCIAL STATEMENTS UNDER LISTING RULES 705(1) AND (2)**
 - [3] CONVENING OF ANNUAL GENERAL MEETINGS UNDER LISTING RULE 707(1)**
 - [4] ISSUANCE OF ANNUAL REPORTS UNDER LISTING RULE 707(2)**
 - [5] EXITING OF THE WATCH-LIST UNDER LISTING RULE 1313(2)**
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The Company refers to its announcements dated 27 June 2018, 28 November 2018, 23 January 2019, 4 July 2019, 15 November 2019, 25 November 2019 and 6 January 2020 (the “Announcements”). Unless defined otherwise, all capitalised terms used but not defined in this announcement shall have the meanings ascribed to them in the Announcements. The terms “1Q”, “2Q”, “3Q” and “FY” refer to the first-quarter ended 30 September, second-quarter ended 31 December, third-quarter ended 31 March and full-year ended 30 June.

Reference is made to the Company’s announcement made on 6 January 2020 in relation to the conditional grant of time extensions (i.e. the Waiver) by the Exchange.

As set out in the said announcement, the Company has been granted a Waiver comprising, *inter alia*, a time extension of up to **30 April 2020** to submit a resumption proposal for compliance with Listing Rule 1304(1). The Waiver also comprises time extension waivers in relation to the Company’s obligations for the announcement of financial statements, the convening of AGMs and issuance of annual reports.

The Waiver is conditional upon, *inter alia*, the sponsor confirming on or before 30 April 2020 that the (Transferee’s) business is viable and able to meet RTO requirements having undertaken and completed their due diligence of the post-acquisition entity and that the post-acquisition entity has adequate working capital for the next 12 months.

As at the date hereof, the Company has yet to receive a confirmation from the Transferee’s sponsor. **The Waiver is, accordingly, not effective, as not all of the conditions imposed have been fulfilled.**

The Judicial Managers understand that this is mainly because of the COVID-19 pandemic and the resulting movement control order (“MCO”) and circuit-breaker (“CB”) measures put in place in Malaysia and Singapore respectively.

The restructuring proposal for a transfer of listing status involves the Transferee (i.e. Mahabuild Pte. Ltd.), which is intended to be the holding company for various entities in the construction industry which are based in Malaysia (collectively, the “**Transferee Group**”). The circuit-breaker measures imposed arising from the COVID-19 pandemic include travel restrictions, which prevented or significantly curtailed and/or prevented the occurrence of site visits and interactions with the management and directors of the Transferee by the sponsor, as well as legal and other due diligence efforts on the Transferee Group.

Nonetheless, both the Company and the Transferee Group, as well as their respective appointed professionals, will continue to work closely to progress the transactions contemplated under the Implementation Agreement.

The Transferee had, after the signing of the Implementation Agreement, engaged various professional parties in discussions to firm up its working group, and also to complete the customary know-your-client and other on-boarding checks required by the Singapore professionals. The Transferee had, earlier this year, appointed Hong Leong Finance Limited as its sponsor for its proposed listing, as well as confirmed the appointment of its Singapore and Malaysia legal advisers.

The Company, on the other hand, is presently in preliminary discussions with its legal advisers on suitable adjustments to the transactional structure to address the challenges arising from the circuit-breaker measures, including giving consideration to a “pre-packaged” expedited scheme of arrangement to address a potential limited availability of court hearing dates.

Given the circumstances, the Company intends to request for further time extensions, and in particular engage the Exchange on a suitable time extension for the sponsor to give the requisite confirmation in light of the prevailing MCO and CB measures in Malaysia and Singapore respectively.

Further updates will be announced as and when there are material developments.

**Submitted by the Judicial Managers
For and On Behalf of the Company**

Andrew Grimmett and Lim Loo Khoon
Deloitte & Touche LLP
30 April 2020