

CHASWOOD RESOURCES HOLDINGS LTD.
(Incorporated in the Republic of Singapore)
(Co. Reg. No. 200401894D)

UPDATE ON APPLICATION FOR EXTENSION OF TIME TO SUBMIT A RESUMPTION PROPOSAL

*Unless otherwise defined, all capitalised terms used in this announcement shall bear the same meanings as in the Company's announcement dated 14 June 2018, 20 June 2018, 13 June 2019, 3 July 2019, 16 June 2020 and 19 June 2020 ("**Previous Announcements**").*

The Board refers to the Previous Announcements and wishes to inform that Singapore Exchange Securities Trading Limited ("**SGX-ST**") has on 11 September 2020 informed the Company that based on the Company's submissions and representations, it has no objection to the Company's application for a further 12 months' extension of time for the submission of a trading resumption proposal pursuant to Rule 1304(1) of the Catalist Rules ("**Time Extension**") by 15 June 2021. The Waiver is subject to the conditions as follows:

- (a) the Company announcing the Time Extension granted, the reasons for seeking the Time Extension, the conditions as required under Rule 106 of the Catalist Rules and if the Time Extension conditions have been satisfied. If the Time Extension conditions have not been met on the date of the announcement, the Company must make an update announcement when the conditions have all been met; and
- (b) submission of a written confirmation from the Company that the Time Extension does not contravene any laws and regulations governing the Company and the articles of associate of the Company.

As of the date of this announcement, the condition (a) of the Time Extension has been met. The Company will make the necessary arrangement to submit the written confirmation pursuant to condition (b) above and will make an update announcement when the Time Extension conditions have all been met.

The Time Extension will not be effective if any of the conditions have not been fulfilled. SGX-ST will not grant any further extension for the Company to comply with Catalist Rule 1304(1) if it is unable to submit a resumption proposal by the extended deadline of 15 June 2021. Pursuant to Rule 1304(1) of the Catalist Rules, if the Company fails to submit a resumption proposal by the extended deadline, SGX-ST may remove the Company from the Official List.

The Company shall provide regular updates via SGXNET on amongst others, progress of the Group's restructuring exercise, major developments and trading resumption proposal.

The SGX-ST reserves the right to amend and/or vary the above confirmation/decision and such confirmation/decision is subject to changes in the SGX-ST's policies.

The reasons for the Company seeking the Extension of Time are as follows:

- (a) The approval for the proposed scheme of arrangement ("**SOA**") was targeted to be obtained in the first quarter of 2020. However, the Court only granted the Company leave to convene a creditors' meeting to consider and approve the proposed SOA on 12 February 2020 and the creditors' meeting was thereafter held on 30 April 2020. The Court's approval for the proposed SOA was obtained on 26 June 2020. Obtaining the approval of the proposed SOA forms a significant part of the resumption proposal as it addresses the liabilities and negative shareholders' equity of the Company. Thus, the submission of the resumption proposal should be after obtaining the Court's approval on the proposed SOA.

- (b) Due to the COVID-19 outbreak, the Malaysia Government announced the enforcement of a Movement Control Order (now known as Recovery Movement Control Order) (“**Order**”) since 18 March 2020 to curb the spread of the COVID-19 infection in Malaysia. The Order includes a shutdown of business premises except for those providing essential services. The Group’s business which is in the operation of a restaurant in Malaysia falls under an exemption of the Order of which it was permitted to operate via take away and delivery services. The Group’s restaurant was only fully operational on 14 May 2020 after the Malaysia Government eased certain controls subject to the guidelines set being adhered to. The limited operations during the period that the Group’s restaurant was only allowed to operate via take away and delivery services, have a negative impact to the Group’s performance. Thus, the Company will need more time to evaluate and estimate the impact to the Group’s financial results for the financial year ended 31 December 2020 based on the trend since the Group’s restaurant has been fully operational from 14 May 2020.
- (c) Due to the Order, there was also a delay in the completion of the audit of the Group’s financial statements for the financial year ended 31 December 2019 (“**FY2019**”) by the Group’s auditors given that the team is predominantly in Malaysia and the corporate office of the Company in Malaysia had to be closed during the Order period. The audited financial results for FY2019 is required to be included in the resumption proposal and will also form part of the basis for the profit and cashflow projections moving forward. The Company has released the Group’s annual report on 12 June 2020 and the AGM was held on 29 June 2020.

Further announcements will be made by the Company and the Board via SGXNET as and when there are material developments on the above matters (including *inter alia* submission of the written confirmation pursuant to condition (b) of the Time Extension) in compliance with the Catalist Rules of the SGX-ST.

The Board confirms that to their best knowledge, all material disclosures, facts and information have been provided and announced and are not aware of any facts, information or disclosures, the omission of which would make any statement in this announcement or disclosures misleading.

BY ORDER OF THE BOARD

ANDREW ROACH REDDY
Managing Director
13 September 2020

*This announcement has been prepared by the Company and its contents have been reviewed by the Company’s sponsor (“**Sponsor**”), Asian Corporate Advisors Pte Ltd., in accordance with Rules 226(2)(b) and 753(2) of the Singapore Exchange Securities Trading Limited (“**Exchange**”) Listing Manual Section B: Rules of Catalist for compliance with the relevant rules of the Exchange. The Company’s Sponsor has not independently verified the contents of this announcement including the correctness of any of the figures used, statements or opinions made.*

This announcement has not been examined or approved by the Exchange and 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 Mr Liau H. K.
Telephone number: 6221 0271*