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 circular dated 28 October 2021 ("**Circular**") and the previous announcement dated 6 January 2022.

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 RM58.5(1) million, of which RM12.9(1) million are claims from trade and other creditors, while the remaining RM45.6(1) million are loans from a financial institution (non-bank) and a convertible loan agreement. The increase in the total amount of legal claims were mainly due to the changes in exchange rates. However, following the Company's extra ordinary general meeting held on 12 November 2021 ("**EGM**") where the shareholders have approved the issuance of the Company's ordinary shares to the creditors under the Scheme of Arrangement ("**Scheme Shares**"), upon the issuance of the Scheme Shares, the legal claims will be extinguished by an amount of RM46.6 million and accordingly, the total claims will be reduced to RM11.9 million.

Note (1): Based on exchange rate of RM 3.1095 S$ 1; RM 0.5361: HK$ 1.0000

On 16 January 2022, with regard to the case involving Teh Swee Neo, Lee Yong Hen and 97 other purchasers with CCRM Management Sdn Bhd. as lessee and Capital City Property Sdn Bhd (Judicial Manager Appointed) as developer, the Malaysia Court had informed the Company that the Trial Judge will be transferring to High Court of Kuala Lumpur and this case will be heard by a new judge and the trial dates previously set in mid-January 2022 will be postponed to March 2022.

On 20 January 2022, in relation to the application for a case management by Devadasan A/L Manikam (the "**Plaintiff**"), the Court has fixed another case management on 17 February 2022 for the Plaintiff to update the Court on his decision to withdraw the suit given that the matter has been settled pursuant to the judicial management scheme.

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

(i) The Company has fulfilled all of the conditions precedent ("**CPs**") of the Scheme of Arrangement. To facilitate the issuance of the Scheme Shares under Cayman Islands law, the Company is required to seek shareholders' approval at an extra-ordinary general meeting ("**EGM**"), to restructure the par value of the existing unissued authorised share capital of the Company from S$0.04 to S$0.001 by creating the relevant number of shares at par value of S$0.001. Accordingly, the Company will be convening an EGM in due course. The Company shall make the relevant announcement accordingly.

According to the paragraph 6.10 of the Scheme Document dated 15 July 2020, the Company was required to issue the Scheme Shares within 30 days from the date of the Restructuring Effective Date i.e. 18 November 2021. In view of the above, the Company's Scheme Manager, David Chew Hock Lin of DHC Capital Pte Ltd, has filed an application to the High Court of Singapore under Section 264(4)(c) of the Insolvency, Restructuring and Dissolution Act 2018 (No. 40 of 2018), for an order that the time for the Company to issue the Scheme Shares be extended for a period of four (4) months (the "**Application**") on 30 December 2021, for the convening of an EGM as well as the issuance of the Scheme Shares.

On 13 January 2022, the Court had heard the Company's Application and has granted the Company a four (4) month extension of time to issue the Scheme Shares, to 18 April 2022.

The Company will continue to make the relevant disclosures in respect of all material developments, with regards to the Application.

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. 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
8 February 2022

*This announcement and its contents have 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**"). 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. Shervyn Essex, 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318, sponsorship@ppcf.com.sg.