

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

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 and 3 July 2019 ("**Previous Announcements**").*

The Board refer to the Previous Announcements and the Singapore Exchange Securities Trading Limited ("**SGX-ST**") letter dated 2 July 2019 to inform the Company that it has no objection to the Company's application for a 12-month time extension from 17 June 2018 to 16 June 2020 for the submission of a trading resumption proposal pursuant to Rule 1304(1) of the Catalist Rules. Despite the Company's best endeavour to meet the timeline for the submission of a trading resumption proposal by 16 June 2020, the Company would require more time to do so and thus, the Company shall be making an application to SGX-ST to seek for a further waiver from Rule 1304(1) of the Catalist Rules ("**Waiver**") and a further extension of time to submit the resumption proposal ("**Extension of Time**"). Such application is currently pending confirmation and input from various professionals on the realistic extension of time required and will be submitted as soon as possible.

The reasons for the Company seeking the Waiver and 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 is still pending the hearing to be held 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 inter-alia 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 only been fully operational from 14 May 2020 after the Order.
- (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 is scheduled to be 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 in compliance with the Catalist Rules of the SGX-ST. The Company will make the relevant announcement to inform Shareholders once the application for the Waiver and Extension of Time has been submitted to 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
16 June 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.

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