

RESPONSES TO SGX QUERIES

Unless otherwise defined, all capitalised terms and references shall bear the same meanings ascribed to them in the previous announcement made by the Company on 25 September 2024 in relation to the receipt of letter of demand from Tenaga Nasional Berhad.

The board of directors (the “**Board**” or the “**Directors**”) of Capital World Limited (the “**Company**”, together with its subsidiaries, collectively the “**Group**”) refers to the queries raised by Singapore Exchange Securities Trading Limited (“**SGX-ST**”) on 26 September 2024 regarding the Company’s announcement dated 25 September 2024.

- 1) *It was announced that the Company’s subsidiary, Capital City Property Sdn Bhd (“**CCP**”), had on 24 September 2024, received a notice of demand dated 19 September 2024 (“**Letter of Demand**”) from the legal advisors representing Tenaga Nasional Berhad (“**TNB**”) in relation to the payment of RM5,404,107 (the “**Debt**”) for the electricity bills incurred by Capital City mall (the “**Mall**”) prior to the Mall closure in 2020.*

Please provide Board’s assessment on the Company’s ability to continue as a going concern, taking into account the Letter of Demand received by the Company and the Group.

Company’s response

As announced by the Company on 13 August 2024, CCP is expected to receive RM20 million on or before 30 September 2024. However, based on recent discussion with MK Mustafa, MK Mustafa is able to pay RM3 million by early October 2024. The remaining RM17 million will be paid by MK Mustafa on or before 31 December 2024.

Based on the Group’s cash balance of RM5.8 million as of 30 June 2024, the receipt of additional deposit of RM5 million on 13 August 2024 and the anticipated receipt of RM3 million by early October 2024 from MK Mustafa and after deducting the payments made for July 2024 to September 2024, the Group’s total cash available as of early October 2024 is approximately RM10.2 million.

If the Group was to make payment of RM5.4 million to TNB by October 2024 based on the deadline stated in the Letter of Demand, the Group’s total cash balance will be RM4.8 million. Based on the Group’s estimated monthly general and administrative expenses of approximately RM0.5 million (which is lower than the cash flow projection due to reduction in headcount), the Group is expected to have sufficient working capital from October 2024 until June 2025, which is the Group’s financial year end.

The Group is in the midst of negotiating with TNB to re-formulate the instalment plan and this will help the Group to further optimise the cashflow until June 2025.

- 2) *Are there any other letters of demand received by the Company and the Group?*

Company’s response

There are no other letters of demand received by the Company and/or the Group as of date. All the letters of demand that the Company and/or the Group received had been announced previously.

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
30 September 2024

*This announcement has been reviewed by the Company's sponsor, RHT Capital Pte. Ltd. (the "**Sponsor**"). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "**Exchange**") and the Exchange assumes no responsibility for the contents of this document, including the correctness of any of the statements or opinions made or reports contained in this document.*

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