

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

MONTHLY UPDATE ANNOUNCEMENT

*Unless otherwise defined, all capitalised terms used in this announcement shall bear the same meanings as in the Company's announcement dated 20 November 2017, 15 February 2018, 20 February 2018, 30 April 2018, 14 June 2018, 18 June 2018, 20 June 2018, 26 June 2018, 28 June 2018, 2 July 2018, 4 July 2018, 11 July 2018 and 18 July 2018 ("**Previous Announcements**").*

The Board of Directors ("**Board**") of Chaswood Resources Holdings Ltd. ("**Company**") together with its subsidiaries ("**Group**") wishes to provide the following monthly update to its shareholders pursuant to Rule 704(22) of the Catalist Rules of the SGX-ST.

Status of the Moratorium

As announced on 4 July 2018, Chaswood Resources Sdn Bhd ("**CRSB**") and its subsidiaries had on the same date obtained an order from the Court for the Moratorium under Section 368 of the Companies Act, 1965 to be extended to 15 November 2018 to facilitate the finalization of the Proposed Debt Restructuring with the Scheme Lenders.

Despite letters demand being served to the Company and certain of its subsidiaries by one of the Scheme Lenders, Ambank (M) Berhad, as announced on 11 July 2018, negotiations with the Scheme Lenders are still on going where CRSB has engaged with the Scheme Lenders to present the revised Proposed Debt Restructuring proposal which entails, *inter-alia*, the partial repayment of the outstanding borrowing via the proceeds from the sale of certain assets or businesses of the Group and waiver of debt.

There were legal proceedings taken against certain subsidiaries of the Company as announced on 19 June 2018, 22 June 2018 and 18 July 2018. There have been no subsequent updates on these legal proceedings.

Resumption Proposal

The trading of the Company's shares on the SGX-ST was suspended on 18 June 2018. Pursuant to Rule 1304(1) of the Catalist Rules of the SGX-ST, the Company is required to submit a proposal with a view to resuming trading in the Company's shares ("**Resumption Proposal**") within 12 months of the date of suspension.

The Group is currently exploring and undertaking certain on-going initiatives and measures, including *inter-alia* Business Rationalisation, Proposed Debt Restructuring, Fund Raising Options and Proposed Note Issue as announced in the Previous Announcements with a view to regularizing the financial position of the Group and as part of the Resumption Proposal. The binding term sheet for the Proposed Note Issue has been entered into with the Subscriber and the parties are currently negotiating on the terms and conditions of the Proposed Note Issue with the objective of finalising and entering into the Definitive Subscription Agreement.

Further announcements will be made by the Company and the Board via SGXNET as and when there are any material developments in relation to, *inter alia*, the legal proceedings, the Moratorium, the Proposed Debt Restructuring, Business Rationalisation, Fund Raising Options and Proposed Note Issue in compliance with the Catalist Rules of the SGX-ST.

Shareholders and potential investors should exercise caution with regards to all matters in the Company's securities. When in doubt as to the action they should take, shareholders and potential investors should consult their financial, tax or such other advisers.

BY ORDER OF THE BOARD

ANDREW ROACH REDDY
Managing Director
20 July 2018

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, Asian Corporate Advisors Pte Ltd. (the "**Sponsor**"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("**Exchange**"). The 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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