

**CAPITAL WORLD LIMITED**  
(Incorporated in the Cayman Islands)  
(Company Registration No.: CT-276295)

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**USE OF DEPOSIT PROCEEDS PURSUANT TO ENTRY INTO TERM SHEET IN RELATION TO  
THE PROPOSED ALLOTMENT AND ISSUANCE OF 916,047,277 NEW ORDINARY SHARES IN  
THE CAPITAL OF THE COMPANY TO YUAN ZHIWEI AND CHNG CHOR TONG**

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The board of directors (the “**Board**” or the “**Directors**”) of Capital World Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) refers to the Company’s announcements dated 2 July 2019, 10 July 2019, 23 July 2019, 24 July 2019, 30 July 2019 and 6 August 2019 (the “**Previous Announcements**”) in relation to the entry into the term sheet on the proposed allotment and issuance of 916,047,277 new ordinary shares in the capital of the Company to Yuan Zhiwei (“**Mr Yuan**”) and Chng Chor Tong (“**Mr Chng**”, together, the “**Subscribers**”). Unless otherwise defined, capitalised terms used in this announcement shall bear the same meanings as ascribed to them in the Previous Announcements.

As set out in the Previous Announcements, Mr Yuan had remitted the Deposit of S\$2 million to the Company on 6 August 2019 and the Company intended to utilise the Deposit for the partial repayment of its current outstanding loans and borrowings as announced on 23 July 2019.

The Board wishes to announce that the Deposit of S\$2 million was received by the Company on 7 August 2019 and a sum of S\$1,745,342.46, consisting of principal repayment of S\$1.5 million and interest of S\$245,342.46 calculated at 10% per annum, has been made to Dato Chong relating to Series A Tranche 2 Bond of S\$3 million in accordance with the intended use as announced on 23 July 2019.

In the announcement dated 2 July 2019 on the Convertible Bond Subscription Agreement, the Company was in process of discussing with Dato Chong, on potential options for the settlement of the Series A Tranche 2 Bonds of S\$3 million, which included but not limited to, a further extension of the repayment date. With the above principal repayment of S\$1.5 million for the Series A Tranche 2 Bonds, the remaining outstanding principal Bonds is S\$4.5 million, comprising S\$1.5 million for Series A Tranche 2 Bonds and S\$3 million for Series A Tranche 3 Bonds.

The Company is discussing with Dato Chong on potential options for the settlement of S\$4.5 million, which includes but not limited to, a further extension of the repayment date. There is no immediate demand of S\$4.5 million payment by Dato Chong. Relevant update announcement(s) in relation to the foregoing will be made as and when there are material developments on the same. The Company acknowledges that parties’ rights under the Convertible Bond Subscription Agreement remain expressly reserved.

Shareholders are advised to read this announcement and any further announcements by the Company carefully. Shareholders are advised to refrain from taking any action in respect of their securities in the Company which may be prejudicial to their interests, and to exercise caution when dealing in the securities of the Company. In the event of any doubt, Shareholders should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisors.

By Order of the Board  
**CAPITAL WORLD LIMITED**

Siow Chien Fu  
Executive Director and Chief Executive Officer  
7 August 2019

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "Sponsor") in accordance with Rules 226(2)(b) and 753(2) of the Singapore Exchange Securities Trading Limited (the "SGX-ST") Listing Manual Section B: Rules of Catalyst.*

*This announcement has not been examined or approved by the SGX-ST. The SGX-ST 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 Ms. Gillian Goh, Director, Head of Continuing Sponsorship (Mailing address: 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318, and Email: [sponsorship@ppcf.com.sg](mailto:sponsorship@ppcf.com.sg)).*