

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 previous announcement dated 30 September 2021.

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

- (i) As at the date of this announcement, the total number of legal claims that the Group has received is approximately RM58.2⁽¹⁾ million, of which RM12.9⁽¹⁾ million are claims from trade and other creditors, while the remaining RM45.3⁽¹⁾ million are loans from a financial institution (non-bank) and a convertible loan agreement. The decrease in the total amount of legal claims were mainly due to the changes in exchange rates.

Note (1): Based on exchange rate of RM 3.0787 S\$ 1; RM 0.5336: HK\$ 1.0000

- (ii) On 21 October 2021, 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 fixed the trial dates which would take place during mid-January 2022.
- (iii) The case management for the application by Lee Choi Fah and 25 other purchasers (the "**Proposed Interveners**"), which has been adjourned to 21 October 2021 was cancelled as the case has been resolved with the Consent Order being sanctioned by the Malaysia Court and Judicial Manager of Capital City Property Sdn Bhd ("**CCPSB**") agreeing to set aside 18 retail units to cover alleged claim of the Proposed Interveners in Capital City Mall. This proposed repayment to the Proposed Interveners shall be subject to sanction of a scheme of arrangement pursuant to Section 366 of the Malaysia Companies Act 2016 or a settlement agreement between the Proposed Interveners and CCPSB.

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

On 26 October 2021, the Court granted the Company an extension of the moratorium under Section 211B(1) of the Companies Act (Cap. 50) for four (4) weeks from 28 October 2021 to 25 November 2021 for the Company's Scheme of Arrangement for the repayment to the creditors (which includes creditors of the Company and CCPSB).

The extension was sought by the Company as it needed more time to prepare and issue the Circular for holding the extra-ordinary general meeting for seeking shareholder's approval for, *inter alia*, the Scheme ("**EGM**"). The Circular has been published on SGXnet on 28 October 2021. Shareholder's may refer to the announcement dated 28 October 2021 for further details on the EGM.

Subject to the opinion of the Group's Independent Auditors on going concern, the Company is targeting to prepare its proposal for trading resumption for submission to SGX-ST by 31 December 2021.

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
1 November 2021

*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.*

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