

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 announcements on 21 December 2020.

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

As at the date of this announcement, the total number of legal claims that the Group has received is approximately RM88.7⁽¹⁾ million, of which RM44.4⁽¹⁾ million are claims from trade and other creditors, while the remaining RM44.3⁽¹⁾ million are loans from a financial institution (non-bank) and a convertible loan agreement.

The increase in the total amount of legal claims were due to:

1. changes in exchange rates; and
2. On 26 November 2020, Lembaga Hasil Dalam Negeri Malaysia as known as Inland Revenue Board of Malaysia filed a claim against CCPSB on the outstanding tax payable for the Year Assessment ("**YA**") 2017 and YA2018 amounting to RM35.2 million. The case management has been fixed on 19 January 2021.

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

With respect to CCPSB, the Malaysia HC granted the Judicial Manager ("**JM**") an extension of six months from 9 September 2020 to 8 March 2021 of the Judicial Management Order ("**JMO**") on 4 September 2020:

- i) To date, the hearing of the appeals filed by AP SB against the decision of the Malaysian HC for not setting aside the JM appointment has yet to be fixed by the Court of Appeal.
- ii) On 5 January 2021, the hearing of AP SB's case management following AP SB filing of an affidavit in reply on 29 December 2020 was held. CCPSB and AP SB were informed to conclude with a written and oral submissions of the facts of the case and points of law accompanied by the supporting case decisions simultaneously two weeks before the Malaysian HC hearing which has been fixed on 26 March 2021.
- iii) On 21 December 2020, Teh Swee Neo, Lee Yong Hen and 97 other purchasers (collectively, the "**Plaintiffs**") and CCRM has filed the amended statement in reply to the counterclaim. On 28 December 2020, the court has fixed a pre-trial case management for the Plaintiffs' claim against CCRM and CCPSB on 3 February 2021.

Save as disclosed above, no other further material developments have taken place that, in the Board's view, may have a significant impact on the Company's financial position pursuant to Rule 704(22) of the Singapore Exchange Securities Trading Limited Listing Manual Section B: Rules of Catalist.

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, and to exercise caution when dealing in the securities of the Company. 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
21 January 2021

*This announcement has 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**") 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.*

The contact person for the Sponsor is Ms Gillian Goh, 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318, sponsorship@ppcf.com.sg.

Note (1): Based on exchange rate of RM 3.0427: S\$ 1; RM 0.517854: HK\$ 1.0000