

**EURO HOLDINGS BERHAD**

[Registration No.: 200401008055 (646559-T)]

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE QUARTER ENDED 31 DEC 2020  
(The figures have not been audited)**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31/12/20 RM'000	Preceding Year Corresponding Quarter 31/12/19 RM'000	Current Year To Date 31/12/20 RM'000	Preceding Year Corresponding Period 31/12/19 RM'000
<b>Continuing Operations:</b>				
Revenue	16,562	18,161	66,543	71,093
Cost of sales	(11,796)	(14,637)	(55,182)	(62,677)
Gross profit	<u>4,766</u>	<u>3,524</u>	<u>11,361</u>	<u>8,416</u>
Other income	7,444	(12)	7,894	1,162
Operating expenses	(5,538)	(7,024)	(15,059)	(19,230)
Finance costs	(454)	(541)	(1,910)	(2,215)
<b>Profit/(Loss) before taxation</b>	<u>6,218</u>	<u>(4,053)</u>	<u>2,286</u>	<u>(11,867)</u>
Taxation	(570)	(228)	(798)	(872)
<b>Profit/(Loss) for the period</b>	<u>5,648</u>	<u>(4,281)</u>	<u>1,488</u>	<u>(12,739)</u>
Other comprehensive income ("OCI")	-	-	-	-
<b>Total comprehensive profit/(loss) for the period</b>	<u><u>5,648</u></u>	<u><u>(4,281)</u></u>	<u><u>1,488</u></u>	<u><u>(12,739)</u></u>
<b>Attributable to:</b>				
Owners of the Company	5,686	(4,285)	1,598	(12,740)
Non-controlling interest	(38)	4	(110)	1
	<u>5,648</u>	<u>(4,281)</u>	<u>1,488</u>	<u>(12,739)</u>
<b>Earnings per share</b>				
- Earnings per share (sen)	<u>1.77</u>	<u>(1.60)</u>	<u>0.50</u>	<u>(4.77)</u>

Notes:

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements.

**EURO HOLDINGS BERHAD**

[Registration No.: 200401008055 (646559-T)]

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION****AS AT 31 DEC 2020****(The figures have not been audited)**

	(Unaudited) As At 31/12/20 RM'000	As At 31/12/19 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	40,232	42,392
Right-of-use assets	48	118
	<u>40,280</u>	<u>42,510</u>
<b>Current assets</b>		
Property development cost	24,027	52,280
Inventories	12,736	12,391
Trade receivables	40,308	32,399
Other receivables, deposits and prepayments	8,707	1,261
Tax recoverable	13	102
Fixed deposit	6,952	6,984
Forward exchange contracts	-	16
Short term funds	-	-
Cash and bank balances	1,569	2,445
	<u>94,312</u>	<u>107,878</u>
<b>TOTAL ASSETS</b>	<u><b>134,592</b></u>	<u><b>150,388</b></u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the Company</b>		
Share capital	48,402	48,402
Share Premium	-	-
Retained Earnings	13,409	13,555
	<u>61,811</u>	<u>61,957</u>
Non-controlling interest	750	859
<b>Total equity</b>	<u><b>62,560</b></u>	<u><b>62,816</b></u>
<b>Non-current liabilities</b>		
Term loans and borrowings	9,218	10,712
Lease liabilities	52	52
Deferred tax liabilities	289	44
	<u>9,559</u>	<u>10,808</u>
<b>Current liabilities</b>		
Trade payables	10,282	13,818
Other payables and accruals	30,431	18,298
Amount due to director	90	18
Bank overdrafts	12,284	10,757
Bills payable	1,644	3,453
Hire purchase payables	-	40
Term loans and borrowings	7,732	30,303
Lease liabilities	6	77
Forward exchange contracts	4	-
Provision for taxation	-	-
	<u>62,473</u>	<u>76,764</u>
<b>Total liabilities</b>	<u><b>72,032</b></u>	<u><b>87,572</b></u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><b>134,592</b></u>	<u><b>150,388</b></u>
Net Assets Per Share (RM)	<b>0.1923</b>	0.2318

## Notes:

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements.

**EURO HOLDINGS BERHAD**

[Registration No.: 200401008055 (646559-T)]

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE QUARTER ENDED 31 DEC 2020  
(The figures have not been audited)**

	Attributable to Equity Holders of the Company			Non- Controlling Interest	Total Equity
	Non-distributable	Distributable	Total		
	Share Capital	Retained Earnings			
	RM'000	RM'000	RM'000	RM'000	RM'000
<b>At 1 January 2020</b>	<b>48,402</b>	<b>13,555</b>	<b>61,957</b>	<b>859</b>	<b>62,816</b>
Prior year adjustment	-	(1,744)	(1,744)	-	(1,744)
Total comprehensive loss for the period	-	1,598	1,598	(110)	1,488
<b>At 31 DEC 2020</b>	<b>48,402</b>	<b>13,409</b>	<b>61,811</b>	<b>750</b>	<b>62,560</b>
<b>At 1 January 2019</b>	48,402	26,295	74,697	858	75,555
Total comprehensive loss for the period	-	(12,740)	(12,740)	1	(12,739)
<b>At 31 DEC 2019</b>	<b>48,402</b>	<b>13,555</b>	<b>61,957</b>	<b>859</b>	<b>62,816</b>

Notes:

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements.

**EURO HOLDINGS BERHAD**  
 [Registration No.: 200401008055 (646559-T)]  
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE FINANCIAL PERIOD ENDED 31 DEC 2020**  
 (The figures have not been audited)

	<b>Current Period Ended 31/12/2020 RM'000</b>	Preceding Period Ended 31/12/2019 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit/(Loss) before taxation	2,286	(11,867)
Non-cash items	(4,654)	2,738
Non-operating items	(129)	125
Operating profit before working capital changes	<u>(2,497)</u>	<u>(9,004)</u>
Inventories	(345)	2,742
Trade and other receivables	(15,298)	(5,685)
Trade and other payables	6,869	3,070
Cash (used in)/generated from operations	<u>(11,271)</u>	<u>(8,877)</u>
Property development costs	28,253	(94)
Tax paid	(465)	(997)
Tax refund	-	735
<b>NET CASH (USED IN)/GENERATED FROM OPERATING ACTIVITIES</b>	<u><b>16,517</b></u>	<u><b>(9,233)</b></u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(97)	(158)
Interest received	159	278
Rental received	-	50
Proceeds from disposal of property, plant and equipment	6,981	422
<b>NET CASH GENERATED FROM INVESTING ACTIVITIES</b>	<u><b>7,043</b></u>	<u><b>592</b></u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Withdrawn / (Placement) of Fixed deposits	32	(984)
Interest paid	(1,819)	(2,107)
Repayment of hire purchase payables & lease liabilities	(111)	(107)
Dividends paid to non-controlling interest by subsidiary	-	-
Net drawdown/(repayment) of term loans and borrowings	(24,065)	8,368
<b>NET CASH USED IN FINANCING ACTIVITIES</b>	<u><b>(25,963)</b></u>	<u><b>5,170</b></u>
Net (decrease)/increase in cash and cash equivalents	(2,403)	(3,471)
Cash and cash equivalents at beginning of the financial period	(8,312)	(4,841)
<b>CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD*</b>	<u><b>(10,715)</b></u>	<u><b>(8,312)</b></u>

\*Cash and cash equivalents at the end of the financial period comprised the following:

Bank overdrafts	(12,284)	(10,757)
Cash and bank balances	1,569	2,445
Fixed deposits	6,952	6,984
Short term funds	-	-
	<u>(3,763)</u>	<u>(1,328)</u>
Less: Fixed deposits pledged to a bank for credit facilities	(6,952)	(6,984)
	<u><b>(10,715)</b></u>	<u><b>(8,312)</b></u>

Notes:

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the annual financial statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements.

**A1. Basis of preparation**

The condensed consolidated interim financial statements are unaudited and have been prepared in accordance with the requirements of Paragraph 9.22 of the Main Listing Requirements ("Main LR") of Bursa Malaysia Securities Berhad ("Bursa Securities") and the Malaysian Financial Reporting Standards ("MFRS") 134: Interim Financial Reporting. The condensed consolidated interim financial statements also comply with IAS 34 Interim Financial Reporting issued by the International Accounting Standards Board.

The notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2019. The condensed consolidated interim financial statements and notes thereon however do not include all of the information required for a full set of financial statements prepared in accordance with MFRSs and should be read in conjunction with the annual consolidated financial statements of the Company for the financial year ended 31 December 2019.

**A2. Significant Accounting Policies**

The significant accounting policies, methods of computation and basis of consolidation applied in the unaudited condensed consolidated interim financial statements are consistent with those adopted in the annual audited financial statements of the Group for the financial year ended 31 December 2019, except for the adoption of the MFRSs, amendments and interpretations which are effective from the financial period beginning 1 January 2020.

The adoption of the MFRSs, amendments and interpretations did not have any significant impact to the financial statements of the Group.

**A3. Auditors' Report**

The auditors' report on the financial statements for the financial year ended 31 December 2019 was not qualified.

**A4. Seasonal and Cyclical Factors**

The Group's operations were not materially affected by seasonal or cyclical factors during the financial period under review.

**A5. Unusual items affecting assets, liabilities, equity, net income or cash flows**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current quarter ended 31 Dec 2020.

**A6. Material Changes in Estimates of Amounts Reported**

There were no material changes in accounting estimates that have a material effect in the current quarter under review and financial period to date.

**A7. Changes in Debt and Equity Securities**

There were no issuances, cancellations, repurchases, resale and repayment of debts and equity securities for the current quarter ended 31 Dec 2020.

**A8. Dividends Paid**

No dividends were paid by the Company in the current quarter ended 31 Dec 2020.

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**NOTES TO THE INTERIM FINANCIAL STATEMENTS - QUARTER ENDED 31 DEC 2020**

**A9. Segmental Reporting**

For the financial period ended 31 Dec 2020, the Group's financial information is analysed by operating segments as follows:

**Financial period ended 31 Dec 2020:**

	<b>Manufacturing RM'000</b>	<b>Property RM'000</b>	<b>Investment Holding RM'000</b>	<b>Elimination RM'000</b>	<b>Total RM'000</b>
<b>Revenue</b>					
Local	31,595	31,428	-	(12,037)	50,986
Exports	15,557	-	-	-	15,557
	<u>47,152</u>	<u>31,428</u>	<u>-</u>	<u>(12,037)</u>	<u>66,543</u>
<b>Results</b>					
Segment Results	5,234	(334)	236	(940)	4,196
Finance costs	(2,137)	(1)	(298)	526	(1,910)
Profit/(Loss) before taxation	3,097	(335)	(62)	(414)	2,286
Taxation	(618)	(20)	(160)	-	(798)
Profit/(Loss) after taxation	<u>2,479</u>	<u>(355)</u>	<u>(222)</u>	<u>(414)</u>	<u>1,488</u>
<b>Net Assets as at 31 Dec 2020</b>	<u>55,829</u>	<u>40,532</u>	<u>32,299</u>	<u>(66,100)</u>	<u>62,560</u>

**Financial period ended 31 Dec 2019:**

	<b>Manufacturing RM'000</b>	<b>Property RM'000</b>	<b>Investment Holding RM'000</b>	<b>Elimination RM'000</b>	<b>Total RM'000</b>
<b>Revenue</b>					
Local	39,492	22,168	-	(20,404)	41,256
Exports	29,837	-	-	-	29,837
	<u>69,329</u>	<u>22,168</u>	<u>-</u>	<u>(20,404)</u>	<u>71,093</u>
<b>Results</b>					
Segment Results	4,877	(12,637)	(19,869)	17,977	(9,652)
Finance costs	(2,457)	(6)	(234)	482	(2,215)
Profit/(Loss) before taxation	2,420	(12,643)	(20,103)	18,459	(11,867)
Taxation	(450)	(11)	(411)	-	(872)
Profit/(Loss) after taxation	<u>1,970</u>	<u>(12,654)</u>	<u>(20,514)</u>	<u>18,459</u>	<u>(12,739)</u>
<b>Net Assets as at 31 Dec 2019</b>	<u>53,350</u>	<u>(14,310)</u>	<u>32,521</u>	<u>(8,745)</u>	<u>62,816</u>

**A10. Material Events Subsequent to the End of the Financial Period**

There were no material events between the end of the financial period and the date of this report that have not been reflected in the financial statements for the financial period.

**A11. Changes in the Composition of the Group**

There were no changes in the composition of the Group during the current quarter and financial period under review.

**EURO HOLDINGS BERHAD**

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**NOTES TO THE INTERIM FINANCIAL STATEMENTS - QUARTER ENDED 31 DEC 2020****A12. Capital Commitments**

	As at 31/12/20 RM'000
Property, plant and machinery	
Contracted but not provided for	-

**A13. Contingent Liabilities and Contingent Assets**

Contingent Liabilities of the Group and of the Company of a material nature are as follows:

	Group As at 31/12/20 RM'000	Company As at 31/12/20 RM'000
<b><u>(a) Guarantees</u></b>		
Corporate guarantees given to:		
- financial institutions for credit facilities granted to subsidiary companies	40,990	40,990
- third parties for credit facilities granted to subsidiary companies	200	200
- contract customer of a subsidiary company	8,026	8,026
- third parties for credit facilities granted to main contractor	3,783	2,646
	<u>52,999</u>	<u>51,862</u>

**PART B : ADDITIONAL INFORMATION REQUIRED BY APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD****B1. Review of Performance**

	Current Quarter Ended 31/12/20 RM'Million	Preceding Year Corresponding Quarter Ended 31/12/19 RM'Million	Current Period Ended 31/12/20 RM'Million	Preceding Period Ended 31/12/19 RM'Million
<b>Revenue</b>				
- Manufacturing	12.4	15.1	35.1	48.9
- Property	4.1	3.1	31.4	22.2
	<u>16.5</u>	<u>18.2</u>	<u>66.5</u>	<u>71.1</u>
<b>Profit/(Loss) before taxation</b>	<b>6.2</b>	<b>(4.1)</b>	<b>2.3</b>	<b>(11.9)</b>

**Manufacturing Division**

The revenue of Q4 2020 was recorded at RM12.4 million, a decrease of RM2.7 million as compared to RM15.1 million of the corresponding quarter in preceding year. This was mainly due to delivery of both local and export market were affected by the COVID-19 Pandemic.

**Property Division**

The revenue of Q4 2020 was recorded at RM4.1 million, an increase of RM1 million as compared to RM3.1 million of the corresponding quarter in preceding year due to more units sold in the current quarter.

The Group's profit before tax of current quarter was recorded at RM6.2 million as compared to loss before tax of RM4.1 million of the corresponding quarter in preceding year mainly due better performance from both divisions and cost saving initiative.

**EURO HOLDINGS BERHAD**

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**NOTES TO THE INTERIM FINANCIAL STATEMENTS - QUARTER ENDED 31 DEC 2020****B2. Variation of Results Against Preceding Quarter**

	Current Quarter ended 31/12/20 RM'Million	Preceding Quarter ended 30/09/20 RM'Million
<b>Revenue</b>		
- Manufacturing	12.4	10.8
- Property	4.1	24.3
	<u>16.5</u>	<u>35.1</u>
<b>Profit/(Loss) before taxation</b>	6.2	3.4

Revenue for current quarter was recorded at RM16.5 million, a decrease of RM18.6 million as compared to RM35.1 million of the preceding quarter, mainly due to more units sold in the preceding quarter for the property development project.

The Group's profit before tax for the current quarter was at RM6.2 million as compared to profit before tax of RM3.4 million reported in the preceding quarter mainly due to improve efficiency and productivity.

**B3. Variance of Actual and Forecast Profit**

Not applicable as there is no profit forecast or profit guarantee issued.

**B4. Loss for the Quarter/Period**

Loss for the quarter/period is arrived at after charging/(crediting) :-

	Current Quarter Ended 31/12/20 RM'000	Preceding Year Corresponding Quarter Ended 31/12/19 RM'000	Current Period Ended 31/12/20 RM'000	Preceding Period Ended 31/12/19 RM'000
Interest Income	(422)	(79)	(559)	(278)
Other income including investment income	(7,108)	(4)	(6,980)	(378)
Interest expense	460	519	1,845	2,107
Depreciation & amortisation	533	691	2,201	2,808
Foreign exchange (gain)/loss	(3)	213	(195)	(94)
Loss/(Gain) on derivatives	(2)	7	10	39
Provision/(reversal) for LAD	4,453	3,805	3,275	3,805
(Reversal)/Allowance for and write off of receivables	(203)	(797)	(203)	(797)



**B5. Next Year Prospects**

The emergence of the Covid-19 outbreak has brought significant economic uncertainties in Malaysia and international markets that Euro operates. The outbreak had resulted in travel restriction, lockdown and other precautionary measures imposed in various countries that delayed commencement of work and deliveries of products to customers. Management will continue to monitor the situation and respond proactively to mitigate the impact on the Group's financial performance and financial position.

In view of the challenges ahead, Manufacturing Division will continue to improve operational efficiency as to sustain its market share. The Covid-19 vaccination programme that governments of various countries will be implementing shall give the much needed boost to the Manufacturing Division. The programme would open up countries borders and provide the impetus for exports growth. To this end the Group will be focusing on growth markets within the Asean and Asia regions.

In regard to Property Division, Damai Vista Project is expected to handover in second quarter of 2021. The Division will adopt suitable marketing strategies to promote the sale of the project.

**B6. Taxation**

	<b>Current Quarter Ended 31/12/20 RM'000</b>	<b>Preceding Year Corresponding Quarter Ended 31/12/19 RM'000</b>	<b>Current Period Ended 31/12/20 RM'000</b>	<b>Preceding Period Ended 31/12/19 RM'000</b>
<u>Current taxation</u>				
-current year	570	212	798	856
-prior year	-	16	-	16
	<b>570</b>	<b>228</b>	<b>798</b>	<b>872</b>
Deferred taxation	-	-	-	-
	<b>570</b>	<b>228</b>	<b>798</b>	<b>872</b>

The effective tax rate for the quarter ended 31 Dec 2020 was lower than the statutory income tax rate primarily due to deferred tax assets arising from current year losses of subsidiary companies were not recognised.

**B7. Corporate Proposal**

There was no corporate proposals announced but not completed as at 16 Feb 2021, being a date not earlier than seven (7) days from the date of this report, saved as disclosed below.

**(A) Proposed bonus issue of 534,600,000 new ordinary shares in Euro ("Bonus Shares") on the basis of two (2) Bonus Shares for every one (1) existing ordinary share in Euro ("Euro Share(s)" or "Share(s)") ("Proposed Bonus Issue").**

On 8 October 2020, on behalf of the Board of Directors of Euro ("Board"), AmlInvestment Bank Berhad ("AmlInvestment Bank") has announced that the Company proposes to undertake a bonus issue of 534,600,000 new Euro shares on the basis of two (2) Bonus Shares for every one (1) existing Euro share.

On 20 October 2020 AmlInvestment Bank announced that Bursa Malaysia Securities Berhad ("Bursa Securities") has vide its letter dated 19 October 2020, granted its approval for the listing of and quotation for 534,600,000 new ordinary shares to be issued pursuant to the Proposed Bonus Issue.

On 10 November 2020, the Company obtained its shareholders' approval for the Proposed Bonus Issue and had on even date announced that the entitlement date for shareholders to be entitled to the Proposed Bonus Issue is 5.00 pm on 25 November 2020.

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**NOTES TO THE INTERIM FINANCIAL STATEMENTS - QUARTER ENDED 31 DEC 2020****B8. Group Borrowings and Debt Securities**

The Group's borrowings as at 31 Dec 2020 are as follows:

	Short Term RM'000	Long Term RM'000	Total RM'000
<b><u>Secured</u></b>			
Overdrafts	12,284	-	12,284
Bills payables	1,644	-	1,644
Term loans and borrowings	7,732	9,218	16,950
Hire purchase payables	-	52	52
	<u>21,660</u>	<u>9,270</u>	<u>30,930</u>

All borrowings of the Group are denominated in Ringgit Malaysia.

**B9. Dividend**

No dividend has been proposed or declared for the financial period ended 31 Dec 2020 (31 Dec 2019: Nil).

**B10. Derivative Financial Instruments**

The Group uses forward exchange contracts to hedge the Group's sales denominated in USD, EURO, GBP and SGD. Financial derivatives are recognised on their respective contract dates.

Details of the outstanding derivative financial instruments of the Group as at 31 Dec 2020 are as follows:

<u>Type of instruments</u>	Contract/Notional Amount RM'000	Value as at 31/12/20 RM'000	Fair Value gain/(loss) RM'000
Foreign currency forward contracts - Less than 1 year	<u>(408)</u>	<u>(404)</u>	<u>(4)</u>

The currency forward contracts are transacted with the Group's bankers. Credit risk for non-performance by the counterparties in these instruments is low.

**B11. Earnings Per Share**

The earnings per share for the quarter ended 31 Dec 2020 is computed as follows:-

	Current Quarter Ended 31/12/20	Preceding Year Corresponding Quarter Ended 31/12/19	Current Period Ended 31/12/20	Preceding Period Ended 31/12/19
Profit for the quarter/period, attributable to ordinary shareholders of the Company (RM'000)	<u>5,686</u>	<u>(4,285)</u>	<u>1,598</u>	<u>(12,740)</u>
Weighted average number of shares ('000)	<u>321,492</u>	<u>267,300</u>	<u>321,492</u>	<u>267,300</u>
Basic Earnings Per Share (sen)	<u>1.77</u>	<u>(1.60)</u>	<u>0.50</u>	<u>(4.77)</u>

There is no diluted earnings per share as the Company does not have any convertible financial instruments as at the end of the financial period ended 31 Dec 2020.

**B12. Material Litigation**

As at 22 Feb 2021, there were no material litigation since the last annual balance sheet date except for the following:-

**(1) Putrajaya Court of Appeal Civil Suit No. W-02(NCVC)(W)-1248-09/2020. Euroland & Development Sdn. Bhd. (“the Plaintiff”) v. Supreme Code Land Sdn. Bhd. (“the Defendant”)**

On 14 March 2019, Euroland & Development Sdn. Bhd. (“EDSB”) a wholly owned subsidiary of the Company had been served with a sealed Writ and Statement of Claim both dated 7 March 2019 by Supreme Code Land Sdn. Bhd. (“SCL”) for, amongst others, specific performance of alleged Sale and Purchase Agreements involving four (4) units of residential properties to be developed by EDSB and/or a total sum of RM3,062,284 as damages in lieu of specific performance. (Kuala Lumpur High Court Civil Suit No. WA-22NCVC-127-03/2019. Supreme Code Land Sdn. Bhd. (“the Plaintiff”) v. Euroland & Development Sdn. Bhd. (“the Defendant”))

Euroland & Development has filed an appeal in the Court of Appeal to appeal against the High Court’s decision. Next case management is on 25 Feb 2021 to enable the Court of Appeal to fix a hearing date.

The Kuala Lumpur High Court had, on 10 August 2020, gave the following orders:

1. An order for the sum of RM1,200,000 to be paid by EDSB to SSCL.
2. An order for costs of RM35,000 to be paid by EDSB to SCL.

EDSB has filed an appeal in the Court of Appeal against the decision of the High Court (Court of Appeal case number:W-02(IM)(NCVC)-1248-09/2020). The appeal is fixed for case management on 25 Feb 2021.

**(2) Kuala Lumpur High Court Civil Suit No. WA-22NCVC-340-05/2019. Chia Wooi Chiew (“the Plaintiff”) v. Euroland & Development Sdn. Bhd. (“the Defendant”)**

On 10 May 2019, Euroland & Development Sdn. Bhd. a wholly owned subsidiary of the Company had been served with a sealed Writ and Statement of Claim dated 2 May 2019 and 29 April 2019 respectively, by Chia Wooi Chiew (“CWC”) for, amongst others, specific performance of alleged Sale and Purchase Agreements involving four (4) units of residential properties to be developed by EDSB and/or a total sum of RM2,800,000 as damages in lieu of specific performance.

EDSB’s lawyers have filed a defence averring that there is no record of the alleged Sale and Purchase Agreements and sales of the said 4 units to CWC. On 18 Nov 2019, the Court granted Plaintiff’s application for Suit 340 as mentioned in (c) below to be consolidated into this case. The consolidated case were on trial from 28th to 30th Sep 2020 and continue trial were vacated due to Conditional Movement Control Order. However, the Court has fixed a further case management date on 8 Dec 2020 to enable the parties to fix further trial dates.

The High Court has allowed the Plaintiff’s application to set aside the subpoena with costs of RM2,000.00 to be paid by Euroland to Plaintiff. The next case management falls on 12 Mar 2021.

**(3) Putrajaya Court of Appeal Civil Suit No. W-02(IM)(NCVC)-1345-09/2020. Euroland & Development Sdn. Bhd. (“the Plaintiff”) v. Chia Wooi Chiew (“the Defendant”)**

Euroland has filed an application to stay the proceedings of the High Court, namely, to stay the trial in the High Court from proceeding further pending disposal of our appeal in the Court of Appeal against the High Court’s decision to dismiss Euroland’s amendment application. Euroland’s stay of proceedings application is fixed for hearing on 10 Mar 2021.

**(4) Kuala Lumpur High Court Civil Suit No. WA-22NCVC-288-05/2019. Goh Bee Ling (“the Plaintiff”) v. Euroland & Development Sdn. Bhd. (“the Defendant”)**

On 30 May 2019, Euroland & Development Sdn. Bhd. a wholly owned subsidiary of the Company had been served with a sealed Writ and Statement of Claim dated 21 May 2019 and 20 May 2019 respectively, by Goh Bee Ling (“GBL”) for, amongst others, specific performance of alleged Sale and Purchase Agreements involving four (4) units of residential properties to be developed by EDSB and/or a total sum of RM2,800,000 as damages in lieu of specific performance.

EDSB’s lawyers have filed a defence averring that there is no record of the alleged Sale and Purchase Agreements and sales of the said 4 units to GBL. On 18 Nov 2019, the Court granted Plaintiff’s application to consolidate this case with Suit 288 as mentioned in (b) above.

The High Court has allowed the Plaintiff’s application to set aside the subpoena with costs of RM2,000.00 to be paid by Euroland to Plaintiff. The next case management falls on 12 Mar 2021.

**(5) Putrajaya Court of Appeal Civil Suit No. W-02(IM)(NCVC)-1341-09/2020. Euroland & Development Sdn. Bhd. (“the Plaintiff”) v. Goh Bee Ling (“the Defendant”)**

Euroland has filed an application to stay the proceedings of the High Court, namely, to stay the trial in the High Court from proceeding further pending disposal of our appeal in the Court of Appeal against the High Court’s decision to dismiss Euroland’s amendment application. Euroland’s stay of proceedings application is fixed for hearing on 10 Mar 2021.

**(6) Kuala Lumpur Session Court Civil Suit No. WA-B52NCC-102-03/2019. Bina-Pile industries Sdn. Bhd. (“the Plaintiff”) v. All Ways Builder Sdn Bhd (“1st Defendant” or “AWB”) and Euroland & Development Sdn. Bhd. (“2nd Defendant” or “EDSB”)**

The Plaintiff claimed for RM996,205.51 against the debts due and owing by the AWB where EDSB act as corporate guarantor. AWB is the main contractor of a project to be developed by EDSB and EDSB has provided corporate guarantee to the Plaintiff for material supplied to AWB for the said project.

The plaintiff has obtained a judgement in default against AWB. A summary judgement application filed by the Plaintiff against EDSB was dismissed by the court on 20.6.2019, where the parties have been directed to proceed with the full trial. The trial of the case was concluded and the Court has dismissed the Plaintiff’s claim against EDSB (2nd Defendant) with the cost of RM10,000.00.

The plaintiff has appealed against the decision in the High Court (High court case: WA-12BNCC-16-07/2020), the case management of the appeal was fixed on 9 Mar 2021.

**(7) Kuala Lumpur High Court Civil Suit No. WA-22NCVC-890-12/2019. Tan Kim Suat (“the Plaintiff”) v. Euroland & Development Sdn. Bhd. & 8 Others (“the Defendant”)**

Euroland & Development Sdn. Bhd. a wholly owned subsidiary of the Company had been served with a amended sealed Writ and amended Statement of Claim dated 14 Jan, by Tan Kim Suat for, amongst others, a total sum of RM1,552,118 as damages of alleged Sale and Purchase Agreements involving two (2) units of residential properties to be developed by EDSB and/or general damages.

EDSB brought a counter claim against Tan Kim Suat and Tong Kah Hoe for conspiracy to defraud. The Court has fixed a case management on 12 Jan 2021 and the next case management fixed on 26 Feb 2021

**(8) Kuala Lumpur High Court Civil Suit No. WA-22NCC-22NCC-246-06/2020. ADY Marketing Sdn Bhd (“Plaintiff”) V Euroland & Development Sdn Bhd & Another (“Defendants”)**

Euro Holdings Berhad has been served with a Writ of Summons and Statement of Claim both dated 17 June 2020 as the Second Defendant (“the Second Defendant”) and to Euroland & Development Sdn Bhd, a wholly-owned subsidiary, as the First Defendant (“the First Defendant”) on 22 June 2020. The Plaintiff has claimed a total sum of RM1,896,441.67 against the Defendants in this matter for alleged goods delivered to First Defendant and alleged corporate guarantee given by the Second Defendant.

The Defendants have filed a counterclaim against the Plaintiff and the previous directors of Defendants on the basis that they have conspired to injure the Defendants and with the intention to siphon monies out of Defendants. The Court has fixed next case management on 16 Mar 2021.

**(9) Kuala Lumpur High Court Civil Suit no. WA-22NCC-632-12/2020 (previously known as BA-B52NCC-133-07/2020). ADY Marketing Sdn Bhd (“Plaintiff”) V All Ways Builder Sdn Bhd, Euro Holdings Berhad, Wong Kin Sing & Chia Chiu Hoon (“Defendants”)**

Euro Holdings Berhad has been served with a Writ of Summons and Statement of Claim on 17 July 2020 as the Second Defendant (“the 2nd Defendant”) for jointly and severally, amongst others, outstanding principal sum of RM493,634.03 and late payment interest as agreed in the sum of RM137,746.74 as at 16.9.2019, for alleged goods delivered to First Defendant and alleged corporate guarantee given by the 2nd Defendant.

The 2nd Defendant has filed a counterclaim against the Plaintiff, the previous directors of 2nd Defendant and the 1st Defendant on the basis that they have conspired to injure the 2nd Defendant and with the intention to siphon monies out of 2nd Defendant. This case has been transferred from Shah Alam Sessions Court to the Kuala Lumpur High Court on 28 Dec 2020. Next case management on 16 Mar 2021.

**(10) Kuala Lumpur High Court Civil Suit No. WA-22NCVC-856-12/2020. Yap Yih Tze (“Plaintiff”) V Euroland & Development Sdn Bhd (“Defendants”)**

Euroland & Development Sdn. Bhd. a wholly owned subsidiary of the Company has been served with a Writ and Statement of Claim dated 29 Dec 2020, by Yap Yih Tze (“YYT”) for, amongst others, specific performance of alleged Sale and Purchase Agreements involving two (2) units of residential properties to be developed by EDSB and/or a total sum of RM600,000 as damages in lieu of specific performance.

The Defendant denies the aforementioned claims and the Plaintiff is put to strict proof. The Company is seeking the necessary legal advice on this matter. Next case management on 11 Mar 2021.

**(11) Shah Alam Sessions Court Civil Suit no. BA-A52NCVC-25-01/2021. Ban Hee Metal Sdn Bhd (“Plaintiff”) V All Ways Builder Sdn Bhd, Euroland & Development Sdn Bhd (“Defendants”)**

Euroland & Development Sdn. Bhd. a wholly owned subsidiary of the Company has been served with a Writ of Summons and Statement of Claim on 13 Jan 2021. The Plaintiff has claimed a total sum of RM90,284.46 and late payment interest as agreed in the sum of RM50,655.38 as at 30.11.2019, for alleged goods delivered to First Defendant and alleged corporate guarantee given by the 2nd Defendant.

The Defendant denies the aforementioned claims and the Plaintiff is put to strict proof. The Company is seeking the necessary legal advice on this matter. Next case management on 19 Mar 2021.

**(12) Kuala Lumpur Sessions Court Civil Suit no. WA-B52NCC-41-01/2021. M South Marketing Sdn Bhd (“Plaintiff”) V All Ways Builder Sdn Bhd, Euroland & Development Sdn Bhd (“Defendants”)**

Euro Holdings Berhad has been served with a Writ of Summons and Statement of Claim on 20 Jan 2021. The Plaintiff has claimed a total sum of RM315,880.27 and late payment interest as agreed in the sum of RM121,076.52 as at 31.12.2020, for alleged goods delivered to First Defendant and alleged corporate guarantee given by the 2nd Defendant.

The Defendant denies the aforementioned claims and the Plaintiff is put to strict proof. The Company is seeking the necessary legal advice on this matter. Defendant to file Statement of Defence on 1 Mar 2021 and next case management on 19 Mar 2021.

**(13) Shah Alam Sessions Court Civil Suit no. BA-22NCVC-447-10/2020. Tan Chee Who & 2 Others (“Plaintiff”) V Tong Kah Hoe, Tong Yun Mong and Euroland & Development Sdn Bhd. (“EDSB”) (“Defendants”)**

1. The Plaintiff has alleged that Euroland & Development Sdn Bhd has entered into an agreement with the Plaintiffs that Euroland & Development Sdn Bhd has agreed to the loan sum of RM2,500,000.00 to Tong Kah Hoe.
2. On 20.9.2018, the Plaintiffs have executed 12 sale and purchase agreements and deed of mutual covenant for the 12 units of condominium; and
3. Euroland & Development Sdn Bhd has also issued two letters dated 20.9.2018 which is signed by Tong Kah Hoe to the 1st Plaintiff and the 3rd Plaintiff to verify the purchase of 12 units of condominium.

EDSB has filed a Defence and Counterclaim against the Plaintiffs, Tong Kah Hoe and Tong Yun Mong on the basis, inter alia, that they have conspired with the intention to injure and/or to defraud Euroland & Development Sdn Bhd in this matter.

The Court has fixed a further case management on 8.3.2021 for parties to finalise the pleadings between the parties.

**B13. Authorisation for Issue**

The interim financial report was authorised for issue by the Board of Directors on 24 Feb 2021.