

EURO HOLDINGS BERHAD

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

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**FOR THE QUARTER ENDED 31 MARCH 2021****(The figures have not been audited)**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31-03-2021 RM'000	Preceding Year Corresponding Quarter 31-03-2020 RM'000	Current Year To Date 31-03-2021 RM'000	Preceding Year Corresponding Period 31-03-2020 RM'000
Continuing Operations:				
Revenue	16,258	9,933	16,258	9,933
Cost of sales	(13,045)	(9,026)	(13,045)	(9,026)
Gross profit	3,213	907	3,213	907
Other income	91	197	91	197
Operating expenses	(2,505)	(3,502)	(2,505)	(3,502)
Finance costs	(339)	(512)	(339)	(512)
Profit/(Loss) before taxation	460	(2,910)	460	(2,910)
Taxation	-	(149)	-	(149)
Profit/(Loss) for the period	460	(3,059)	460	(3,059)
Other comprehensive income ("OCI")	-	-	-	-
Total comprehensive income/(loss) for the period	460	(3,059)	460	(3,059)
Attributable to:				
Owners of the Company	490	(3,062)	490	(3,062)
Non-controlling interest	(30)	3	(30)	3
	460	(3,059)	460	(3,059)
Earnings per share				
- Earnings per share (sen)	0.06	(1.15)	0.06	(1.15)

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 2020 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 MARCH 2021
(The figures have not been audited)

	(Unaudited) As At 31-03-2021 RM'000	As At 31-12-2020 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	39,803	40,232
Right-of-use assets	37	48
	<u>39,840</u>	<u>40,280</u>
Current assets		
Property development cost	32,619	32,943
Inventories	14,039	12,736
Trade receivables	24,370	23,447
Other receivables, deposits and prepayments	9,849	8,938
Tax recoverable	487	35
Fixed deposit	6,971	6,951
Forward exchange contracts	-	-
Short term funds	-	-
Cash and bank balances	1,210	1,687
	<u>89,545</u>	<u>86,737</u>
TOTAL ASSETS	<u>129,385</u>	<u>127,017</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	48,402	48,402
Retained Earnings	19,228	18,739
	<u>67,630</u>	<u>67,141</u>
Non-controlling interest	858	887
Total equity	<u>68,488</u>	<u>68,028</u>
Non-current liabilities		
Term loans and borrowings	8,478	9,218
Lease liabilities	3	3
Deferred tax liabilities	286	287
	<u>8,767</u>	<u>9,508</u>
Current liabilities		
Trade payables	12,111	13,210
Other payables and accruals	14,860	14,522
Amount due to director	2,118	110
Bank overdrafts	12,791	-
Bills payable	2,247	1,644
Term loans and borrowings	7,596	19,936
Lease liabilities	36	55
Forward exchange contracts	-	4
Provision for taxation	371	-
	<u>52,130</u>	<u>49,481</u>
Total liabilities	<u>60,897</u>	<u>58,989</u>
TOTAL EQUITY AND LIABILITIES	<u>129,385</u>	<u>127,017</u>
Net Assets Per Share (RM)	0.0843	0.2512

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 2020 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 MARCH 2021**

(The figures have not been audited)

	Attributable to Equity Holders of the Company				
	Non-distributable Share Capital	Distributable Retained Earnings	Non- Controlling Total	Interest	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2021	48,402	18,768	67,170	858	68,028
Total comprehensive income/(loss) for the period	-	490	490	(30)	460
At 31 MARCH 2021	48,402	19,258	67,660	828	68,488
At 1 January 2020	48,402	13,555	61,957	859	62,816
Total comprehensive income/(loss) for the period	-	(3,062)	(3,062)	3	(3,059)
At 31 MARCH 2020	48,402	10,493	58,895	862	59,757

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 2020 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 MARCH 2021
(The figures have not been audited)

	Current Period Ended 31-03-2021 RM'000	Preceding Period Ended 31-03-2020 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(Loss) before taxation	460	(2,910)
Non-cash items	441	576
Non-operating items	277	163
Operating profit/(loss) before working capital changes	<u>1,178</u>	<u>(2,171)</u>
Inventories	(1,303)	(1,111)
Trade and other receivables	(1,782)	(2,238)
Trade and other payables	1,823	1,235
Cash used in operations	<u>(84)</u>	<u>(4,285)</u>
Property development costs	324	2,002
Tax paid	(81)	(94)
Interest paid	(500)	-
NET CASH USED IN OPERATING ACTIVITIES	<u>(341)</u>	<u>(2,377)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	-	(25)
Interest received	305	54
Rental received	-	-
Proceeds from disposal of property, plant and equipment	-	-
NET CASH GENERATED FROM INVESTING ACTIVITIES	<u>305</u>	<u>29</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Fixed deposits pledged	-	(61)
Interest paid	-	(494)
Repayment of hire purchase payables & lease liabilities	(114)	(9)
Dividends paid to non-controlling interest by subsidiary	-	-
Net drawdown/(repayment) of term loans and borrowings	(914)	902
NET CASH GENERATED FROM/(USED IN) FINANCING ACTIVITIES	<u>(1,028)</u>	<u>338</u>
Net (decrease) in cash and cash equivalents	(1,064)	(2,010)
Cash and cash equivalents at beginning of the financial period	(10,517)	(8,312)
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD*	<u>(11,581)</u>	<u>(10,322)</u>

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

Bank overdrafts	(12,791)	(11,839)
Cash and bank balances	1,210	1,517
Fixed deposits	6,971	7,045
Short term funds	-	-
	<u>(4,610)</u>	<u>(3,277)</u>
Less: Fixed deposits pledged to a bank for credit facilities	(6,971)	(7,045)
	<u>(11,581)</u>	<u>(10,322)</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 2020 and the accompanying explanatory notes attached to the interim financial statements.

EURO HOLDINGS BERHAD

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

NOTES TO THE INTERIM FINANCIAL STATEMENTS - QUARTER ENDED 31 MARCH 2021

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 2020. 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 2020.

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 2020, except for the adoption of the MFRSs, amendments and interpretations which are effective from the financial period beginning 1 January 2021.

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 2020 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 Mar 2021.

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.

EURO HOLDINGS BERHAD

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

NOTES TO THE INTERIM FINANCIAL STATEMENTS - QUARTER ENDED 31 MARCH 2021**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 Mar 2021.

A8. Dividends Paid

No dividends were paid by the Company in the current quarter ended 31 Mar 2021.

A9. Segmental Reporting

For the financial period ended 31 Mar 2021, the Group's financial information is analysed by operating segments as follows:

Financial period ended 31 Mar 2021:

	Manufacturing RM'000	Property RM'000	Investment Holding RM'000	Elimination RM'000	Total RM'000
Revenue					
Local	13,327	2,109	-	-	15,436
Exports	822	-	-	-	822
	<u>14,149</u>	<u>2,109</u>	<u>-</u>	<u>-</u>	<u>16,258</u>
Results					
Segment Results	(354)	1,435	(141)	(141)	799
Finance costs	(561)	-	81	141	(339)
Profit/(Loss) before taxation	<u>(915)</u>	<u>1,435</u>	<u>(60)</u>	<u>-</u>	<u>460</u>
Taxation	-	-	-	-	-
Profit/(Loss) after taxation	<u>(915)</u>	<u>1,435</u>	<u>(60)</u>	<u>-</u>	<u>460</u>
Net Assets as at 31 Mar 2021					
	<u>58,224</u>	<u>36,778</u>	<u>49,765</u>	<u>(76,279)</u>	<u>68,488</u>

Financial period ended 31 Mar 2020:

	Manufacturing RM'000	Property RM'000	Investment Holding RM'000	Elimination RM'000	Total RM'000
Revenue					
Local	3,308	2,609	-	-	5,917
Exports	4,016	-	-	-	4,016
	<u>7,324</u>	<u>2,609</u>	<u>-</u>	<u>-</u>	<u>9,933</u>
Results					
Segment Results	(1,086)	(662)	327	(977)	(2,398)
Finance costs	(569)	-	(71)	128	(512)
Profit/(Loss) before taxation	<u>(1,655)</u>	<u>(662)</u>	<u>256</u>	<u>(849)</u>	<u>(2,910)</u>
Taxation	(45)	-	(104)	-	(149)
Profit/(Loss) after taxation	<u>(1,700)</u>	<u>(662)</u>	<u>152</u>	<u>(849)</u>	<u>(3,059)</u>
Net Assets as at 31 Mar 2020					
	<u>51,649</u>	<u>(14,972)</u>	<u>32,673</u>	<u>(9,593)</u>	<u>59,757</u>

EURO HOLDINGS BERHAD

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

NOTES TO THE INTERIM FINANCIAL STATEMENTS - QUARTER ENDED 31 MARCH 2021**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

A12. Capital Commitments

**As at
31-03-2021
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 31-03-2021 RM'000	Company As at 31-03-2021 RM'000
<u>(a) Guarantees</u>		
Corporate guarantees given to:		
- financial institutions for credit facilities granted to subsidiary companies	38,978	38,978
- third parties for credit facilities granted to subsidiary companies	200	200
- contract customer of a subsidiary company	-	-
- third parties for credit facilities granted to main contractor	3,583	2,446
	42,761	41,624

EURO HOLDINGS BERHAD

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

NOTES TO THE INTERIM FINANCIAL STATEMENTS - QUARTER ENDED 31 MARCH 2021**PART B : ADDITIONAL INFORMATION REQUIRED BY APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD****B1. Review of Performance**

	Current Quarter Ended 31-03-2021 RM'Million	Preceding Year Corresponding Quarter Ended 31-03-2020 RM'Million	Current Period Ended 31-03-2021 RM'Million	Preceding Period Ended 31-03-2020 RM'Million
Revenue				
- Manufacturing	14.1	7.3	14.1	7.3
- Property	2.1	2.6	2.1	2.6
	16.3	9.9	16.2	9.9
Profit/(Loss) before taxation	0.5	(2.9)	0.5	(2.9)

Manufacturing Division

The revenue of Q1 2021 was recorded at RM14.1 million, an increase of RM6.8 million as compared to RM7.3 million of the corresponding quarter in preceding year. This was mainly due to increase in trading of steel related activity.

Property Division

The revenue of Q1 2021 was recorded at RM2.1 million, a decrease of RM0.5 million as compared to RM2.6 million of the corresponding quarter in preceding year due to lower percentage of completion for the property development project.

The Group's profit before tax of current quarter was recorded at RM0.5 million as compared to loss before tax RM2.9 million of the corresponding quarter in preceding year mainly due due to better performance from both divisions and cost saving initiatives.

B2. Variation of Results Against Preceding Quarter

	Current Quarter ended 31-03-2021 RM'Million	Preceding Quarter ended 31-12-2020 RM'Million
Revenue		
- Manufacturing	14.1	12.4
- Property	2.1	4.1
	16.3	16.5
Profit/(Loss) before taxation	0.5	6.2

Revenue for current quarter was recorded at RM16.3 million, a decrease of RM0.2 million as compared to RM16.5 million of the preceding quarter, mainly due to a higher percentage of completion in the preceding quarter for the property development project.

The Group's profit before tax for the current quarter was at RM0.5 million as compared to profit before tax of RM6.2 million reported in the preceding quarter mainly due to rising raw material cost as a result of global shortage of raw materials and higher fixed overheads that increased production cost of the Manufacturing Division.

B3. Variance of Actual and Forecast Profit

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

EURO HOLDINGS BERHAD

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

NOTES TO THE INTERIM FINANCIAL STATEMENTS - QUARTER ENDED 31 MARCH 2021**B4. Loss for the Quarter/Period**

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

	Current Quarter Ended 31-03-2021 RM'000	Preceding Year Corresponding Quarter Ended 31-03-2020 RM'000	Current Period Ended 31-03-2021 RM'000	Preceding Period Ended 31-03-2020 RM'000
Interest Income	(91)	(54)	(91)	(54)
Other income including investment income	-	-	-	-
Interest expense	332	494	332	494
Depreciation & amortisation	441	576	441	576
Foreign exchange (gain)/loss	67	(115)	67	(115)
Loss/(Gain) on derivatives	-	42	-	42

B5. Current Year Prospects

The operating environment amid the Covid-19 pandemic continues to be challenging. The Group will manage these challenges by constantly reviewing its financial performance and exercising prudence in its decisions. Euro will continue to implement strategies to increase revenue and adopt cost saving initiatives to sustain growth in the Group's business to mitigate impact caused by the pandemic.

The Manufacturing Division will continue to leverage on its strong base of export clientele and explore new countries to diversify its market base as a growth strategy and managing its business risk. Its extensive range of high quality products will ensure the long-term sustainability growth of the business. To this end the Group will be focusing on growth markets within the Asean and Asia regions. The Division is also working on the use of E-commerce and other digital platforms to market its products so as to provide alternative sources of revenue.

In regards to Property Division, Damai Vista Condominium Project is striving to achieved the Certificate of Completion and Compliance ("CCC") in 2021. The Division will adopt suitable marketing strategies for the sale of unsold completed units.

B6. Taxation

	Current Quarter Ended 31-03-2021 RM'000	Preceding Year Corresponding Quarter Ended 31-03-2020 RM'000	Current Period Ended 31-03-2021 RM'000	Preceding Period Ended 31-03-2020 RM'000
<u>Current taxation</u>				
-current year	-	149	-	149
-prior year	-	-	-	-
	-	149	-	149
Deferred taxation	-	-	-	-
	-	149	-	149

The effective tax rate for the quarter ended 31 Mar 2021 was lower than the statutory income tax rate mainly due carry forward losses of subsidiary on the prior year.

EURO HOLDINGS BERHAD

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

NOTES TO THE INTERIM FINANCIAL STATEMENTS - QUARTER ENDED 31 MARCH 2021**B7. Corporate Proposal**

There was no corporate proposals announced but not completed as at 18 May 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 3,207,000,000 new ordinary shares in Euro (“Bonus Shares”) on the basis of four (4) Bonus Shares for every one (1) existing ordinary share in Euro (“Euro Share(s)” or “Share(s)”) (“Proposed Bonus Issue”).

On 24 March 2021, on behalf of the Board of Directors of Euro, AmInvestment Bank Berhad (“AmInvestment Bank”) had announced that the Company was proposing to undertake a bonus issue of 3,207,000,000 new Euro shares on the basis of two (4) Bonus Shares for every one (1) existing Euro share.

As at the date of this report, the Proposed Bonus Issue has yet to be completed.

B8. Group Borrowings and Debt Securities

The Group's borrowings as at 31 Mar 2021 are as follows:

	Short Term RM'000	Long Term RM'000	Total RM'000
<u>Secured</u>			
Overdrafts	12,791	-	12,791
Bills payables	2,247	-	2,247
Term loans and borrowings	7,596	8,478	16,074
Hire purchase payables	-	3	3
	<u>22,634</u>	<u>8,481</u>	<u>31,115</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 Mar 2021 (31 Mar 2020: 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 Mar 2021 are as follows:

<u>Type of instruments</u>	Contract/Notional Amount RM'000	Value as at 31-03-2021 RM'000	Fair Value gain/(loss) RM'000
Foreign currency forward contracts			
- Less than 1 year	0	2,267	(2,267)

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

EURO HOLDINGS BERHAD

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

NOTES TO THE INTERIM FINANCIAL STATEMENTS - QUARTER ENDED 31 MARCH 2021**B11. Earnings Per Share**

The earnings per share for the quarter ended 31 Mar 2021 is computed as follows:-

	Current Quarter Ended 31-03-2021	Preceding Year Corresponding Quarter Ended 31-03-2020	Current Period Ended 31-03-2021	Preceding Period Ended 31-03-2020
(Loss)/Profit for the quarter/period, attributable to ordinary shareholders of the Company (RM'000)	490	(3,062)	490	(3,062)
Weighted average number of shares ('000)	801,900	267,300	801,900	267,300
Basic Earnings Per Share (sen)	0.06	(1.15)	0.06	(1.15)

There is no diluted earnings per share as the Company does not have any convertible financial instruments as at the end of the financial

B12. Material Litigation

As at 19 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"))

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). Hearing date for the appeal has been fixed on 6.10.2021.

(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. Euroland has filed its appeal against the High Court decision on 8.3.2021 and the Court directed to update the Court on 22.6.2021 in regards to the status of the appeal.

EURO HOLDINGS BERHAD

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

NOTES TO THE INTERIM FINANCIAL STATEMENTS - QUARTER ENDED 31 MARCH 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”)

EDSB 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. The Court of Appeal has allowed Euroland’s Stay Application on 10.3.2021.

(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. (“EDSB”), 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.

EDSB has filed its appeal against the High Court decision on 8.3.2021 and the Court directed to update the Court on 22.6.2021 in regards to the status of the appeal.

(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 has filed its appeal against the High Court decision on 8.3.2021 and the Court directed to update the Court on 22.6.2021 in regards to the status of the appeal.

(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. The High Court has delivered its decision on 26.4.2021 which the following transpired: The Sessions Court dated 22.7.2020 is set aside. Order is given against the Respondent / 2nd Defendant as per the Writ of Summons and paragraph 17 the Statement of Claim, both dated 1.3.2019.

- EDSB is filing an appeal against the High Court decision before 25.5.2021.

(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. (“EDSB”), 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 the case for trial from 7th to 10th Feb 2022.

EURO HOLDINGS BERHAD

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

NOTES TO THE INTERIM FINANCIAL STATEMENTS - QUARTER ENDED 31 MARCH 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. Suit no. WA-22NCC-632-12/2020 and WA-22NCC-137-03/2021 (previously known as WA-B52NCC-41-01/2021) are directed to be heard together with the present suit herein. Thus, the direction given will simultaneously be reflected on the aforesaid suits.

- The 3rd and 4th Defendants in the Counterclaim in Suit no. WA-22NCC-137-03/2021 have informed the court of their filing of Discovery application against Euro.

- The 3rd and 4th Defendants in the Counterclaim in WA-22NCC-137-03/2021 have also informed the Court to file their Defence/counterclaim on/before 27.4.2021

-the Court has fixed the Hearing via Zoom on 14.6.2021.

In relation to Euro’s application (Consolidation & Consequential Directions) to consolidate all 3 respective suits (WA- 22NCC-246-06/2020, WA-22NCC-632-12/2020 and WA-WA-22NCC-137-03/2021) to consolidate a single set of pleading to avoid multiple pleadings:

-The Court has fixed the hearing on 29.6.2021 via zoom.

*The solicitors for All Ways Builders Sdn Bhd & Chia Chih Hoon had written to our solicitors in which they have no objection to the application

(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 Chih 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. Suit no. WA-22NCC-632-12/2020 and WA-22NCC-137-03/2021 (previously known as WA-B52NCC-41-01/2021) are directed to be heard together with the present suit herein. Thus, the direction given will simultaneously be reflected on the aforesaid suits.

- The 3rd and 4th Defendants in the Counterclaim in WA-22NCC-137-03/2021 have also informed the Court to file their Defence/counterclaim on/before 27.4.2021

-the Court has fixed the Hearing via Zoom on 14.6.2021.

In relation to Euro’s application (Consolidation & Consequential Directions) to consolidate all 3 respective suits (WA- 22NCC-246-06/2020, WA-22NCC-632-12/2020 and WA-WA-22NCC-137-03/2021) to consolidate a single set of pleading to avoid multiple pleadings:

-The Court has fixed the hearing on 29.6.2021 via zoom.

*The solicitors for All Ways Builders Sdn Bhd & Chia Chih Hoon had written to our solicitors in which they have no objection to the application

(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. Next case management date is fixed on 10.2.2022. The trial has been fixed on 11 April 2022 and 12 April 2022.

EURO HOLDINGS BERHAD

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

NOTES TO THE INTERIM FINANCIAL STATEMENTS - QUARTER ENDED 31 MARCH 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. Decision postponed to 18.6.2021 pending Plaintiff's reply submission to Defendant 1 & Defendant 2.

(12) Kuala Lumpur Sessions Court Civil Suit no. WA-22NCC-137-03/2021 (previously known as WA-B52NCC- 41-01/2021). M South Marketing Sdn Bhd ("Plaintiff") V All Ways Builder Sdn Bhd, Euro Holdings Berhad

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 2nd Defendant denies the aforementioned claims and the Plaintiff is put to strict proof.

The 2nd Defendant has filed a counterclaim against the Plaintiff and the previous directors of Defendants on the basis that they have conspired to injure the 2nd Defendant and with the intention to siphon monies out of Defendants. Suit no. WA-22NCC-632-12/2020 and WA-22NCC-137-03/2021 (previously known as WA-B52NCC- 41-01/2021) are directed to be heard together with the present suit herein. Thus, the direction given will simultaneously be reflected in the aforesaid suits.

- The 3rd and 4th Defendants in the Counterclaim in Suit no. WA-22NCC-137-03/2021 have informed the court of their filing of Discovery application against Euro.

- The 3rd and 4th Defendants in the Counterclaim in WA-22NCC-137-03/2021 have also informed the Court to file their Defence/counterclaim on/before 27.4.2021

-the Court has fixed the Hearing via Zoom on 14.6.2021.

In relation to Euro's application (Consolidation & Consequential Directions) to consolidate all 3 respective suits (WA- 22NCC-246-06/2020, WA-22NCC-632-12/2020 and WA-WA-22NCC-137-03/2021) to consolidate a single set of pleading to avoid multiple pleadings:

-The Court has fixed the hearing on 29.6.2021 via zoom.

*The solicitors for All Ways Builders Sdn Bhd & Chia Chiu Hoon had written to our solicitors in which they have no objection to the application

(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 directed parties to file Pre-trial case management documents within 2 months from 4.5.2021 and the trial has been fixed on 15-18 March 2022 (subject to the numbers of witnesses)

(14) Kuala Lumpur High Court Civil Suit no. WA-22NCVC-55-02/2021. Lim Yeow Hon & 3 Others ("thePlaintiff") v Euroland & Development Sdn. Bhd (1st Defendant). & 11 Others (Defendants)

Euroland & Development Sdn Bhd, a wholly-owned subsidiary of the Company, & 11 others had been served with a Writ and Statement of Claim dated 1 February 2021 on 30 March 2021. The Plaintiffs claimed to have entered into Sales and Purchase Agreements with the First Defendant in relation to the 5 units of condominium under the Damai Vista project developed by the First Defendant. However, it appears to have been the case that the 5 units of the condominium have been rightfully owned by other third parties.

The case management has been fixed on 15.7.2021 and the date of close of pleading falls in 28.6.2021.

EURO HOLDINGS BERHAD

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

NOTES TO THE INTERIM FINANCIAL STATEMENTS - QUARTER ENDED 31 MARCH 2021

(15) Shah Alam Sessions Court Civil Suit no. BA-B52NCVC-113-04/2021. Loh Teck Wah ("Plaintiff") v Euroland & Development Sdn Bhd. ("Defendant")

Euroland & Development Sdn Bhd, a wholly-owned subsidiary of the Company, had been served with a Writ and Statement of Claim both dated 16 April 2021 on 21 April 2021. The Plaintiff alleged that the Plaintiff and Defendant had entered into a Friendly Loan Agreement, where the Defendant had agreed to borrow from the Plaintiff and the Plaintiff had agreed to lend to the Defendant.

However, the Defendant failed to repay the sum of RM500,000.00 to the Plaintiff pursuant to the Friendly Loan Agreement. The Plaintiff claimed to have suffered loss and damages due to the Defendant's failure of repayment and breached of the Friendly Loan Agreement.

The case management date is fixed on 25.5.2021

B13. Authorisation for Issue

The interim financial report was authorised for issue by the Board of Directors on 25 May 2021.