

## **MELATI EHSAN HOLDINGS BERHAD**

[Registration No. 200401034784 (673293-X)]

Subject           **MATERIAL LITIGATION**  
Description       **MELATI EHSAN HOLDINGS BERHAD (MELATI OR THE COMPANY) –  
HIGH COURT OF SABAH AND SARAWAK AT KOTA KINABALU UNDER  
CIVIL SUIT NO: BKI-22NCvC-20-3/2026(HC5)  
PLAINTIFF: MELATI EHSAN HOLDINGS BERHAD  
FIRST DEFENDANT: B.H.O. SDN. BHD.  
SECOND DEFENDANT: DATUK MOHAMMAD HAIRUL BIN BENJAMIN  
(COLLECTIVELY, KNOWN AS "THE DEFENDANTS")**

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### **1) Circumstances Leading to the Filing of the Suit**

The Company had on 11 April 2023 entered into a Share Sale Agreement (“SSA”) with the First Defendant in relation to the disposal of shares in B.H.O. Melati Sdn Bhd to First Defendant.

The Company had also on 11 April 2023 entered into a Personal Guarantee and Indemnity Agreement, whereby the Second Defendant irrevocably and unconditionally guaranteed and agreed to indemnify the Plaintiff for the due payment by the First Defendant of all monies, obligations and liabilities owing under the SSA, including the Consideration, the Shareholders’ Loan and all interest thereon.

The shares of Two Million Four Hundred and Fifty Thousand (2,450,000) units were duly transferred from the Plaintiff to the First Defendant on 11 April 2023.

On 29 May 2025, the First Defendant paid to the Plaintiff the sum of RM3,750,000.00 as part payment towards the amounts due under the SSA.

On 26 January 2026, the Company issued a letter of demand to the Defendants on the said outstanding sum of RM23,557,979.45 within fourteen (14) days from the date thereof.

### **2) The particulars of the claim under the Writ of Summons, including the amount claimed for and the interest rate**

In the Writ of Summons, the Plaintiff is seeking, among others:

1. The Defendants pay the sum of RM23,557,979.45;
2. Interest at the rate of 9.5% per annum on the judgement sum from the date of judgement until full settlement;
3. Costs on a Solicitors and Client basis; and
4. Such further or other reliefs as the Honourable Court deems fit and proper to grant.

### **3) Status of Court Proceedings**

Case Management is fixed for 6 April 2026.

### **4) The financial and operational impact**

The commencement of the Writ of Summons is not expected to have any material operational impact on the Company. However, the Company expects to recognise impairments in relation to the outstanding receivable arising from the SSA in its financial statements for the relevant financial period. The quantum of such impairments is currently being assessed.

Save for the potential impairments of the outstanding receivables arising from the SSA, the Company does not expect any additional losses arising from the commencement of the Writ of Summons at this juncture.

The Company will continue to monitor the progress of the legal proceedings and will make further announcements as and when there are any material developments.

### **5) Steps taken and proposed to be taken in respect of the Writ of Summons**

The Company has appointed lawyers to represent the Company in the above matter to file the legal suit against the Defendants.

Further announcement on the development of the above legal suit will be made to Bursa Malaysia Securities Berhad in due course.

This announcement is dated 17 March 2026.