

QUARTERLY REPORT

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
for the quarter and year ended 31 December 2010

	Note	Individual quarter ended		Cumulative quarter ended	
		31.12.2010 RM'000	31.12.2009 RM'000	31.12.2010 RM'000	31.12.2009 RM'000
Revenue	A7/B1	48,486	44,202	174,573	170,522
Cost of sales		<u>(34,089)</u>	<u>(27,411)</u>	<u>(127,383)</u>	<u>(117,400)</u>
		14,397	16,791	47,190	53,122
Other income		313	114	1,103	643
Operating expenses		<u>(30,757)</u>	<u>(13,580)</u>	<u>(66,445)</u>	<u>(41,964)</u>
Operating (loss)/profit		<u>(16,047)</u>	<u>3,325</u>	<u>(18,152)</u>	<u>11,801</u>
Finance costs		<u>(769)</u>	<u>(409)</u>	<u>(2,393)</u>	<u>(2,111)</u>
(Loss)/Profit before tax	A7/B1	<u>(16,816)</u>	<u>2,916</u>	<u>(20,545)</u>	<u>9,690</u>
Taxation	B5	<u>1,968</u>	<u>(4,646)</u>	<u>(550)</u>	<u>(6,540)</u>
(Loss)/Profit for the period		<u><u>(14,848)</u></u>	<u><u>(1,730)</u></u>	<u><u>(21,095)</u></u>	<u><u>3,150</u></u>
Attributable to:					
Equity holders of the Company		(15,118)	(1,161)	(21,828)	3,315
Minority interests		<u>270</u>	<u>(569)</u>	<u>733</u>	<u>(165)</u>
(Loss)/Profit for the period		<u><u>(14,848)</u></u>	<u><u>(1,730)</u></u>	<u><u>(21,095)</u></u>	<u><u>3,150</u></u>
Other comprehensive (loss)/income, net of tax					
Foreign currency translation differences for foreign operations		<u>46</u>	<u>(155)</u>	<u>(42)</u>	<u>(6)</u>
Total comprehensive (loss)/income for the period		<u><u>(14,802)</u></u>	<u><u>(1,885)</u></u>	<u><u>(21,137)</u></u>	<u><u>3,144</u></u>
Total comprehensive (loss)/income attributable to:					
Equity holders of the Company		(15,072)	(1,316)	(21,870)	3,309
Minority Interests		<u>270</u>	<u>(569)</u>	<u>733</u>	<u>(165)</u>
		<u><u>(14,802)</u></u>	<u><u>(1,885)</u></u>	<u><u>(21,137)</u></u>	<u><u>3,144</u></u>
(Loss)/Earnings per share attributable to equity holders of the Company (sen):					
Basic	B13	<u>(2.39)</u>	<u>(0.19)</u>	<u>(3.47)</u>	<u>0.54</u>

The unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the annual audited financial statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements.

SYMPHONY HOUSE BERHAD
(Company No : 592563-P)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)

At 31 December 2010

	Note	Unaudited 31.12.2010 RM'000	Audited 31.12.2009 RM'000
ASSETS			
Non-current assets			
Property, plant and equipment	A8	38,415	39,965
Intangible assets		138,099	141,521
Deferred taxation		785	965
		<u>177,299</u>	<u>182,451</u>
Current assets			
Inventories		286	749
Trade receivables		32,965	25,102
Other receivables		6,556	7,314
Tax recoverable		2,714	2,967
Marketable securities		11	10
Cash and bank balances		38,056	54,931
		<u>80,588</u>	<u>91,073</u>
TOTAL ASSETS		<u><u>257,887</u></u>	<u><u>273,524</u></u>
EQUITY AND LIABILITIES			
Equity attributable to equity holders of the Company			
Share capital		66,000	66,000
Reserves		125,520	150,613
Shares held by Employee Share Trust Scheme ("ESTS")		(7,097)	(7,097)
		<u>184,423</u>	<u>209,516</u>
Minority interests		3,467	2,734
Total equity		<u>187,890</u>	<u>212,250</u>
Non-current liabilities			
Borrowings	B9	35,697	26,504
Deferred taxation		-	3,852
		<u>35,697</u>	<u>30,356</u>
Current liabilities			
Trade and other payables		23,351	19,044
Borrowings	B9	9,540	11,211
Taxation		1,409	663
		<u>34,300</u>	<u>30,918</u>
Total liabilities		<u>69,997</u>	<u>61,274</u>
TOTAL EQUITY AND LIABILITIES		<u><u>257,887</u></u>	<u><u>273,524</u></u>
		RM	RM
Net assets per share attributable to ordinary equity holders of the Company		<u>0.29</u>	<u>0.34</u>

The unaudited Condensed Consolidated Balance Sheet should be read in conjunction with the annual audited financial statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements.

SYMPHONY HOUSE BERHAD
(Company No : 592563-P)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

for the year ended 31 December 2010

Group	<----- Attributable to equity holders of the Company ----->											
	<----- Non-Distributable ----->							<--Distributable-->				
	Share capital RM'000	Share premium RM'000	Capital reserves RM'000	Treasury shares RM'000	Translation reserve RM'000	Warrant reserve RM'000	Share option reserve RM'000	Retained profits RM'000	Shares held by ESTS RM'000	Total RM'000	Minority interests RM'000	Total equity RM'000
At 1 January 2009	66,000	61,777	-	(10,305)	(506)	560	66	98,855	(6,884)	209,563	2,899	212,462
Total comprehensive income	-	-	-	-	(6)	-	-	3,315	-	3,309	(165)	3,144
Purchase of treasury shares	-	-	-	(3)	-	-	-	-	-	(3)	-	(3)
Purchase of shares by ESTS	-	-	-	-	-	-	-	-	(213)	(213)	-	(213)
Dividends	-	-	-	-	-	-	-	(3,140)	-	(3,140)	-	(3,140)
Distribution of share dividend	-	(5,051)	-	5,051	-	-	-	-	-	-	-	-
Expiry of warrants	-	-	-	-	-	(560)	-	560	-	-	-	-
Transfer on capitalisation of reserves	-	-	3,075	-	-	-	-	(3,075)	-	-	-	-
ESOS transfer to retained profits upon expiry	-	-	-	-	-	-	(66)	66	-	-	-	-
At 31 December 2009	66,000	56,726	3,075	(5,257)	(512)	-	-	96,581	(7,097)	209,516	2,734	212,250
At 1 January 2010	66,000	56,726	3,075	(5,257)	(512)	-	-	96,581	(7,097)	209,516	2,734	212,250
Total comprehensive (loss)/income	-	-	-	-	(42)	-	-	(21,828)	-	(21,870)	733	(21,137)
Purchase of treasury shares	-	-	-	(5)	-	-	-	-	-	(5)	-	(5)
Dividends	-	-	-	-	-	-	-	(3,218)	-	(3,218)	-	(3,218)
Distribution of share dividend	-	(5,176)	-	5,176	-	-	-	-	-	-	-	-
At 31 December 2010	66,000	51,550	3,075	(86)	(554)	-	-	71,535	(7,097)	184,423	3,467	187,890

The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the annual audited financial statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements.

SYMPHONY HOUSE BERHAD
(Company No : 592563-P)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)
for the year ended 31 December 2010

	Year ended 31.12.2010 RM'000	Year ended 31.12.2009 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss)/profit before tax	(20,545)	9,690
Adjustments for:		
Non cash items	33,722	23,782
Non operating items	1,726	1,485
Operating profit before working capital changes	<u>14,903</u>	<u>34,957</u>
Net changes in current assets	(7,426)	3,471
Net changes in current liabilities	4,008	(2,797)
	<u>11,485</u>	<u>35,631</u>
Tax (paid)/refund	(3,223)	5,874
Net cash generated from operating activities	<u>8,262</u>	<u>41,505</u>
CASH FLOWS FOR INVESTING ACTIVITIES		
Purchase of plant and equipment	(26,065)	(10,184)
Proceeds from disposal of equipment	157	808
Addition of software development expenditure	(1,760)	(5,727)
Interest received	667	626
Net cash used in investing activities	<u>(27,001)</u>	<u>(14,477)</u>
CASH FLOWS FROM/(FOR) FINANCING ACTIVITIES		
Purchase of treasury shares	(5)	(3)
Purchase of shares held under ESTS	-	(213)
Release for borrowings	6,444	(6,418)
Net drawdown of bank facilities	2,345	-
Repayment of borrowings	(1,079)	(1,493)
Interest paid	(2,393)	(2,111)
Dividends paid	(3,218)	(3,140)
Net cash generated from/(used in) financing activities	<u>2,094</u>	<u>(13,378)</u>
Net (decrease)/increase in cash and cash equivalents	(16,645)	13,650
Cash and cash equivalents at beginning of the financial year	47,633	33,973
Foreign exchange differences	(42)	10
Cash and cash equivalents at end of the financial year*	<u>30,946</u>	<u>47,633</u>
*Cash and cash equivalents at the end of the financial year comprise the following:		
Cash and bank balances	38,056	54,931
Bank overdrafts (included in short term borrowings)	(6,540)	(284)
Deposits pledged for Islamic Medium Term Notes	(570)	(7,014)
Total cash and cash equivalents	<u>30,946</u>	<u>47,633</u>

The unaudited Condensed Consolidated Cash Flow Statement should be read in conjunction with the annual audited financial statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements.

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Notes to the quarterly report - 31 December 2010

A. EXPLANATORY NOTES PURSUANT TO FRS 134

A1. Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of FRS 134 : Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2009. These explanatory 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 year ended 31 December 2009.

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 December 2009, except for the adoption of the following new Financial Reporting Standards ("FRSs"), Amendments to FRSs and Interpretations by the Group with effect from 1 January 2010:

FRS 4	Insurance Contracts
FRS 7	Financial Instruments: Disclosures
FRS 8	Operating Segments
FRS 101	Presentation of Financial Statements (as revised in 2009)
FRS 123	Borrowing Costs
FRS 139	Financial Instruments: Recognition and Measurement
Amendments to FRS 2	Share-based Payment: Vesting Conditions and Cancellations
Amendments to FRS 1 and FRS 127	First-time Adoption of Financial Reporting Standards and Consolidated and Separate Financial Statements: Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate
Amendments to FRS 5	Non-current Assets Held for Sale and Discontinued Operations
Amendment to FRS 8	Operating Segments
Amendment to FRS 107	Cash Flow Statements
Amendment to FRS 108	Accounting Policies, Changes in Accounting Estimates and Errors
Amendment to FRS 110	Events After the Balance Sheet Date
Amendment to FRS 116	Property, Plant and Equipment
Amendment to FRS 117	Leases
Amendment to FRS 118	Revenue
Amendment to FRS 119	Employee Benefits
Amendment to FRS 120	Accounting for Government Grants and Disclosure of Government Assistance
Amendment to FRS 123	Borrowing Costs
Amendment to FRS 128	Investments in Associates
Amendment to FRS 129	Financial Reporting in Hyperinflationary Economies
Amendment to FRS 131	Interests in Joint Ventures
Amendments to FRS 132	Financial Instruments: Presentation
Amendment to FRS 134	Interim Financial Reporting
Amendment to FRS 136	Impairment of Assets
Amendment to FRS 138	Intangible Assets
Amendment to FRS 140	Investment Property
Amendments to FRS 139, FRS 7, and IC Interpretation 9	Financial Instruments: Recognition and Measurement, Disclosures and Reassessment of Embedded Derivatives

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A1. Basis of preparation (cont'd)

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 December 2009, except for the adoption of the following new Financial Reporting Standards ("FRSs"), Amendments to FRSs and Interpretations by the Group with effect from 1 January 2010 (cont'd.):

Improvement to FRSs 2009	Improvement to FRSs (2009)
IC Interpretation 9	Reassessment of Embedded Derivatives
IC Interpretation 10	Interim Financial Reporting and Impairment
IC Interpretation 11	FRS 2 - Group and Treasury Share Transactions
IC Interpretation 13	Customer Loyalty Programmes
IC Interpretation 14	FRS 119 - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction

The above new FRSs, Amendments to FRSs and Interpretations are expected to have no significant impact on the financial statements of the Group and the Company upon their initial application except for the changes arising from the adoption of FRS 7, FRS 8, FRS 101 and FRS 139 as discussed below:

a) FRS 8: Operating Segments

Segment Reporting requires a 'management approach', under which segment information is presented on a similar basis to that used for internal reporting purposes. As a result, the Group's external segmental reporting will be based on the internal reporting to the "chief operating decision maker", who makes decisions on the allocation of resources and assesses the performance of the reportable segments. As this is a disclosure standard, there will be no impact on the financial position or results of the Group.

b) FRS 101: Presentation of Financial Statements

The revised FRS 101 separates owner and non-owner changes in equity. The statement of changes in equity includes only details of transactions with owners, with all non-owner changes in equity presented in the statement of other comprehensive income. In addition, the Standard introduces the statement of comprehensive income which presents income and expense recognised in the period. This statement may be presented in one single statement, or two linked statements. As this is a disclosure standard, there will be no impact to the financial position or results of the Group.

c) FRS 139: Financial instruments : Recognition and Measurement and Amendments to FRS 139, Financial Instruments: Recognition and Measurement

The Group determines the classification of its financial instruments at initial recognition which is dependent on the nature of the assets and the purpose for which the asset was acquired.

(i) Financial assets

Financial assets are classified as financial assets at fair value through profit or loss, held-to-maturity investments, loans and receivables and available-for-sale financial assets, or as derivatives designated as hedging instruments in an effective hedge, as appropriate.

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A1. Basis of preparation (cont'd)

- c) FRS 139: Financial instruments : Recognition and Measurement and Amendments to FRS 139, Financial Instruments: Recognition and Measurement (cont'd)

The Group categorises its financial assets as follows:

Fair value through profit or loss

Fair value through profit or loss comprises derivatives that are classified as assets which are subsequently measured at their fair values.

Loans and receivables

Loans and receivables category comprises trade and other receivables and cash and cash equivalents which are subsequently measured at amortised cost using the effective interest method.

- (ii) Financial liabilities

Financial liabilities are classified as financial liabilities at fair value through profit or loss, loans and borrowings, or as derivatives designated as hedging instruments in an effective hedge, as appropriate.

The Group's financial liabilities include trade and other payables, borrowings and derivatives that are classified as liabilities.

All the Group's financial liabilities are measured at amortised cost using the effective interest method, except liabilities comprising derivatives which are classified as financial liabilities at fair value through profit or loss.

The application of FRS139 has no material impact to the financial statements of the Group.

A2. Comments about seasonal or cyclical factors

The Group's interim operations were not materially affected by seasonal or cyclical factors.

A3. Unusual items due to their nature, size or incidence

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows of the Group during the quarter under review.

A4. Changes in estimates

There were no changes in estimates that have had a material effect on the results of the Group in the quarter under review.

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A5. Debts and Equity Securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the quarter under review.

As at 31 December 2010, out of the total 660,000,000 issued and fully paid ordinary shares, 270,816 shares were held as treasury shares at an average purchase price of RM0.32 per share. The share buyback transactions were financed by internally generated funds.

A6. Dividends paid

No dividends were paid during the quarter under review.

A7. Segmental reporting

The core business of the Symphony Group consists of outsourcing services (being business process outsourcing ("BPO") and corporate services). The Group's only information technology ("IT") services business is in solutions and application development.

There are three primary segments which are identified by service offerings as follows:-

- (a) Outsourcing services consisting of BPO services which include contact management solutions providing complete technical helpdesk services and solutions, human resource outsourcing solutions, financial solutions and corporate services which include corporate secretarial, share registration, accounting, administering the process of share issuance and offers for sale in relation to initial public offerings and cheque processing;
- (b) IT services which include sale of computer solution, computer parts, application software and consultancy services; and
- (c) Others which include the business of letting properties to mainly subsidiaries of Symphony, provision of management services and investment holding.

These segments are consistent with the Company's management of business and reflects its internal financial reporting structure and operating focus.

Primary reporting format

	Outsourcing Services RM'000	IT Services RM'000	Others RM'000	Elimination RM'000	Consolidated RM'000
<u>Quarter ended 31 December 2010</u>					
Revenue from external customers	47,013	1,076	397	-	48,486
Inter-segment revenue	16	-	16,973	(16,989)	-
Total revenue	<u>47,029</u>	<u>1,076</u>	<u>17,370</u>	<u>(16,989)</u>	<u>48,486</u>
Segment results	(15,490)	301	(1,040)	-	(16,229)
Interest income					182
Interest expense					(769)
Loss before tax					<u>(16,816)</u>
Taxation					1,968
Loss for the period					<u>(14,848)</u>

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A7. Segmental reporting (cont'd.)

Primary reporting format (cont'd)

	Outsourcing Services RM'000	IT Services RM'000	Others RM'000	Elimination RM'000	Consolidated RM'000
<u>Quarter ended 31 December 2009</u>					
Revenue from external customers	43,549	653	-	-	44,202
Inter-segment revenue	16	-	5,484	(5,500)	-
Total revenue	43,565	653	5,484	(5,500)	44,202
Segment results	5,605	104	(2,531)	3	3,181
Interest income					144
Interest expense					(409)
Profit before tax					2,916
Taxation					(4,646)
Loss for the period					(1,730)

	Outsourcing Services RM'000	IT Services RM'000	Others RM'000	Elimination RM'000	Consolidated RM'000
<u>Year ended 31 December 2010</u>					
Revenue from external customers	169,505	3,646	1,422	-	174,573
Inter-segment revenue	216	-	23,649	(23,865)	-
Total revenue	169,721	3,646	25,071	(23,865)	174,573
Segment results	(14,451)	1,119	(5,487)	-	(18,819)
Interest income					667
Interest expense					(2,393)
Loss before tax					(20,545)
Taxation					(550)
Loss for the year					(21,095)

	Outsourcing Services RM'000	IT Services RM'000	Others RM'000	Elimination RM'000	Consolidated RM'000
<u>Year ended 31 December 2009</u>					
Revenue from external customers	168,104	2,418	-	-	170,522
Inter-segment revenue	280	548	6,641	(7,469)	-
Total revenue	168,384	2,966	6,641	(7,469)	170,522
Segment results	15,600	707	(5,129)	(3)	11,175
Interest income					626
Interest expense					(2,111)
Profit before tax					9,690
Taxation					(6,540)
Profit for the year					3,150

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A8. Carrying amount of revalued assets

The Group did not carry out any valuation on its property, plant and equipment.

A9. Material events subsequent to the balance sheet date

There were no material events subsequent to the end of the quarter under review that have not been reflected in the financial statements.

A10. Changes in the composition of the Group

There were no changes in the composition of the Group during the quarter under review.

A11. Changes in contingent liabilities or contingent assets

As at 31 December 2010, guarantees extended to third parties amounted to approximately RM7.7 million and this excludes a guarantee to a third party on the performance of a disposed subsidiary of which it is not practical to estimate the contingent liability.

A12. Capital commitments

The amount of commitments for the purchase of property, plant and equipment not provided for in the interim financial statements as at 31 December 2010 is as follows:

Approved and contracted for	RM'000
	<u>464</u>

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B. ADDITIONAL INFORMATION REQUIRED UNDER BURSA SECURITIES MAIN MARKET LISTING REQUIREMENTS

B1. Review of group results for the quarter ended 31 December 2010

During the quarter under review, the Group recorded a 9.7% increase in revenue from RM44.20 million in the fourth quarter ended 31 December 2009 to RM48.49 million mainly due to the higher revenue contribution from its share issuance and registration businesses.

However, the Group's performance during the final quarter of the year was adversely affected by the write-off of software development expenditure amounting to RM17.7 million. The expenditure was related to the development work carried out in its specialised human resource solutions packages. In addition, the increased staffing and operating expenses to support the Group expansion further to the office relocation to Petaling Jaya coupled with the pricing pressure from clients also impacted the Group performance. Consequently, the Group registered a loss before tax of RM16.82 million compared to the profit before tax of RM2.92 million in the previous year corresponding quarter.

The loss after taxation and minority interests was reduced to RM15.12 million with the recognition of unused tax losses to the extent of the deferred tax liability recognised in a subsidiary.

B2. Variation of results against the preceding quarter

	Quarter ended	
	31.12.2010	30.9.2010
	RM'000	RM'000
Revenue	48,486	40,359
Loss before tax	(16,816)	(3,692)
Loss after tax and minority interest	(15,118)	(4,569)

The current quarter's revenue of RM48.49 million is 20.1% higher than the immediate preceding quarter due to increased revenue contribution from its share issuance and registration businesses. Despite the increased revenue, the Group registered a loss before tax of RM16.82 million due to the software development expenditure written off as described in B1 above.

B3. Prospects for the Year 2011

The Group anticipates the outsourcing industry to see an encouraging longer term upward trend in terms of business opportunities and growth. However, there are still shorter term challenges on the back of uncertain economic turnaround outside Asia and thus resulting in clients putting pricing and margin pressures on service providers. In addition, the appreciation of the Ringgit against US and European currencies also impacts exporters of products and services.

With the completion of the investment in physical infrastructure, the Group is currently focusing on investing in its soft infrastructure, namely people and processes, to enable it to chart its next phase of growth. On the back of these continued investments, the Directors anticipate the performance of its international business to be challenging. Nevertheless, its domestic and capital market related businesses are expected to continue to be positive.

B4. Profit forecast

Not applicable as the Company has not provided a profit forecast for the quarter under review.

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B5. Taxation

	Individual quarter ended		Cumulative quarter ended	
	31.12.2010	31.12.2009	31.12.2010	31.12.2009
	RM'000	RM'000	RM'000	RM'000
In respect of				
- current period	(1,978)	(775)	(4,354)	(2,480)
- prior years	236	(164)	131	(267)
	<u>(1,742)</u>	<u>(939)</u>	<u>(4,223)</u>	<u>(2,747)</u>
Deferred taxation	3,710	(3,707)	3,673	(3,793)
Taxation	<u>1,968</u>	<u>(4,646)</u>	<u>(550)</u>	<u>(6,540)</u>

The effective tax rate for the current quarter under review was higher than the statutory tax rate mainly due to the losses of certain subsidiaries which cannot be set-off against taxable profits made by other subsidiaries and certain expenses which are not deductible for tax purpose.

B6. Sale of unquoted investments and/or properties

There was no sale of unquoted investments or properties during the quarter under review.

B7. Quoted and marketable securities

There were no acquisition or disposal of quoted investments during the quarter under review.

Details of the investment in quoted and marketable securities held by the Group as at 31 December 2010 are as follows:

	RM'000
Cost	<u>25</u>
Carrying value	<u>11</u>
Market value	<u>11</u>

B8. Status of corporate proposals as at 21 February 2011

There were no outstanding corporate proposals announced but not completed as at 21 February 2011.

B9. Group borrowings

Group borrowings as at 31 December 2010 were as follows:	RM'000
Short term borrowings	9,540
Long term borrowings	<u>35,697</u>
	<u>45,237</u>

As at 31 December 2010, the Group's borrowings were denominated in Ringgit Malaysia and secured by the following:

- negative pledge;
- letter of support from the Company; and
- assignment of a Sinking Fund Account and a Finance Service Reserve Account.

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B10. Financial Instruments - Derivatives

As at 31 December 2010, there were no outstanding derivative financial instrument.

B11. Material litigation

As at 21 February 2011, the Group has no outstanding material litigation which might materially and adversely affect the position or business of the Group.

B12. Dividend

There were no dividends declared during the quarter under review.

B13. (Loss)/Earnings per share ("EPS")

	Individual quarter ended		Cumulative quarter ended	
	31.12.2010	31.12.2009	31.12.2010	31.12.2009
(Loss)/profit attributable to equity holders of the Company (RM'000)	(15,118)	(1,161)	(21,828)	3,315
Weighted average number of ordinary shares excluding treasury shares and shares held by ESTS	633,692	617,628	629,690	613,159
Basic EPS (sen)	<u>(2.39)</u>	<u>(0.19)</u>	<u>(3.47)</u>	<u>0.54</u>

B14. Realised and unrealised profit / (losses) disclosure

	As at 31.12.2010 RM'000	As at 30.09.2010 RM'000
The retained profits and losses are analysed as follows:-		
Total retained profits of the Company and the subsidiaries:-		
- realised	86,839	105,360
- unrealised	<u>487</u>	<u>(3,161)</u>
	87,326	102,199
Add: consolidation adjustments	<u>(15,791)</u>	<u>(15,546)</u>
Total Group retained profits as per consolidated accounts	<u>71,535</u>	<u>86,653</u>

By Order of the Board
Chin Ngeok Mui
Company Secretary
28 February 2011