

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 30 JUNE 2020**

	Individual quarter ended		Cumulative quarter ended	
	30/6/20	30/6/19	30/6/20	30/6/19
	RM'000	RM'000	RM'000	RM'000
Continuing operations				
Revenue	30,502	64,153	30,502	64,153
Cost of sales	(22,202)	(51,006)	(22,202)	(51,006)
Gross profit	<u>8,300</u>	<u>13,147</u>	<u>8,300</u>	<u>13,147</u>
Other income	6,003	7,806	6,003	7,806
Employee benefits expense	(5,079)	(5,255)	(5,079)	(5,255)
Depreciation and amortisation	(2,035)	(457)	(2,035)	(457)
Other expenses	(3,840)	(4,607)	(3,840)	(4,607)
Profit from operations	<u>3,349</u>	<u>10,634</u>	<u>3,349</u>	<u>10,634</u>
Finance costs	(3,082)	(3,951)	(3,082)	(3,951)
Other investing activities results	14	8	14	8
Share of results of jointly controlled entities	6,797	27,193	6,797	27,193
Profit before taxation	<u>7,078</u>	<u>33,884</u>	<u>7,078</u>	<u>33,884</u>
Taxation	(2,714)	(8,190)	(2,714)	(8,190)
Profit for the period	<u>4,364</u>	<u>25,694</u>	<u>4,364</u>	<u>25,694</u>
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	<u><u>4,364</u></u>	<u><u>25,694</u></u>	<u><u>4,364</u></u>	<u><u>25,694</u></u>
Profit attributable to :				
Equity holders of the Company	6,180	28,169	6,180	28,169
Non-controlling interests	(1,816)	(2,475)	(1,816)	(2,475)
	<u><u>4,364</u></u>	<u><u>25,694</u></u>	<u><u>4,364</u></u>	<u><u>25,694</u></u>
Total comprehensive income attributable to :				
Equity holders of the Company	6,180	28,169	6,180	28,169
Non-controlling interests	(1,816)	(2,475)	(1,816)	(2,475)
	<u><u>4,364</u></u>	<u><u>25,694</u></u>	<u><u>4,364</u></u>	<u><u>25,694</u></u>
	sen	sen	sen	sen
Earnings per share attributable to equity holders of the Company:				
Basic	<u>1.13</u>	<u>5.27</u>	<u>1.13</u>	<u>5.27</u>

Notes: -

Share of results of jointly controlled entities is before tax. Taxation includes share of tax of jointly controlled entities.

(The unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited Financial Statements for the year ended 31 March 2020 and the accompanying notes attached to the interim financial statements)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
 AS AT 30 JUNE 2020**

	Unaudited As at 30/6/20 RM'000	Audited As at 31/3/20 RM'000
ASSETS		
Non-current Assets		
Property, plant and equipment	32,021	32,327
Inventories - Land held for property development	230,560	229,758
Investment properties	192,312	192,999
Right-of-use assets	830	928
Land use rights	18	18
Goodwill	10,327	10,327
Investment in jointly controlled entities	288,044	282,016
Investment securities	2,816	2,816
Other non-current assets	17	17
Deferred tax assets	35,610	29,383
	<u>792,555</u>	<u>780,589</u>
Current Assets		
Inventories - Property development costs	328,964	321,481
Inventories - Completed properties	98,437	102,192
Investment securities	89	75
Trade and other receivables	123,796	128,387
Contract cost assets	47,147	55,432
Other current assets	40,743	34,163
Tax recoverable	3,634	7,402
Cash and bank balances	16,838	30,612
	<u>659,648</u>	<u>679,744</u>
TOTAL ASSETS	<u>1,452,203</u>	<u>1,460,333</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	422,620	422,620
Treasury shares	(361)	(361)
Capital reserve	2,500	2,500
Other reserve	(30,414)	(30,414)
Retained profits	528,008	521,828
Shares held by ESTS Trust	(35,088)	(35,088)
Shareholders' equity	<u>887,265</u>	<u>881,085</u>
Non-controlling interests	(19,761)	(17,945)
Total equity	<u>867,504</u>	<u>863,140</u>
Non-current Liabilities		
Borrowings	292,270	261,664
Lease liabilities	536	611
Deferred income	18,103	19,113
Deferred tax liabilities	151	164
	<u>311,060</u>	<u>281,552</u>
Current Liabilities		
Trade and other payables	152,002	151,215
Other current liabilities	5,868	14,401
Borrowings	110,840	146,101
Lease liabilities	310	323
Current tax payable	4,619	3,601
	<u>273,639</u>	<u>315,641</u>
Total Liabilities	<u>584,699</u>	<u>597,193</u>
TOTAL EQUITY AND LIABILITIES	<u>1,452,203</u>	<u>1,460,333</u>
Net Assets per share attributable to Equity Holders of the Company (RM)	<u>1.63</u>	<u>1.62</u>

(The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 March 2020 and the accompanying notes attached to the interim financial statements)

SYMPHONY LIFE BERHAD

(Company No. 196401000264 (5572-H))

(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 JUNE 2020**

	-----Attributable to Equity Holders of the Company-----					Distributable	Shareholders' Equity RM'000	Non-controlling Interests RM'000	Total Equity RM'000
	Share Capital RM'000	Treasury Shares RM'000	Capital Reserve RM'000	Other Reserve RM'000	Shares held by ESTS Trust RM'000				
3 months ended 30.6.2019									
Balance at 1 April 2019	418,915	(361)	-	(30,414)	(35,088)	467,164	820,216	(5,560)	814,656
Profit for the period	-	-	-	-	-	28,169	28,169	(2,475)	25,694
Balance at 30 June 2019	<u>418,915</u>	<u>(361)</u>	<u>-</u>	<u>(30,414)</u>	<u>(35,088)</u>	<u>495,333</u>	<u>848,385</u>	<u>(8,035)</u>	<u>840,350</u>
3 months ended 30.6.2020									
Balance at 1 April 2020	422,620	(361)	2,500	(30,414)	(35,088)	521,828	881,085	(17,945)	863,140
Profit for the period	-	-	-	-	-	6,180	6,180	(1,816)	4,364
Balance at 30 June 2020	<u>422,620</u>	<u>(361)</u>	<u>2,500</u>	<u>(30,414)</u>	<u>(35,088)</u>	<u>528,008</u>	<u>887,265</u>	<u>(19,761)</u>	<u>867,504</u>

(The unaudited Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the audited financial statements for the year ended 31 March 2020 and the accompanying notes attached to the Interim financial statements)

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30 JUNE 2020

	Period ended 30/6/2020 RM'000	Period ended 30/6/2019 RM'000
Profit before tax	7,078	33,884
Adjustment for non-cash flow:-		
Depreciation and amortisation	2,035	457
Share of results of associates and jointly controlled entities	(6,797)	(27,193)
Fair value adjustments on investment securities	(14)	(8)
Other non-operating items (which are investing and financing)	(492)	-
Operating profit before changes in working capital	<u>1,810</u>	<u>7,140</u>
Changes in working capital		
Net change in current assets	2,570	2,890
Net change in current liabilities	(8,266)	(1,873)
Land held for property development	(802)	(1,809)
Taxation paid	(2,499)	(2,398)
Net cash flows from operating activities	<u>(7,187)</u>	<u>3,950</u>
Investing Activities		
- Property, plant and equipment	(7)	(1,286)
- Investment properties	(881)	(57)
- Jointly controlled entities	(900)	-
- Other investment	-	33
	<u>(1,788)</u>	<u>(1,310)</u>
Financing Activities		
- Bank borrowings	(3,698)	(12,692)
- Lease payment	(144)	-
- (Placement)/Uplift of deposits with licensed bank	(6)	94
	<u>(3,848)</u>	<u>(12,598)</u>
Net Change in Cash and Cash Equivalents	(12,823)	(9,958)
Cash and Cash Equivalents at beginning of the period	26,063	55,351
Cash and Cash Equivalents at end of the period	<u>13,240</u>	<u>45,393</u>
Analysis of cash and cash equivalents at end of the financial period:		
Cash and bank balances	15,639	32,936
Deposits with licensed financial institutions	<u>1,199</u>	<u>14,164</u>
	16,838	47,100
Less: Deposits pledged with licensed financial institutions	(1,199)	-
Bank overdrafts	(2,399)	(1,707)
	<u>13,240</u>	<u>45,393</u>

(The unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 31 March 2020 and the accompanying notes attached to the interim financial statements)

SYMPHONY LIFE BERHAD

(Company No. 196401000264 (5572-H))

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Unaudited interim report for the period ended 30 June 2020

Explanatory Notes

A1. Basis of Preparation

The interim financial report is unaudited and has been prepared in accordance with Malaysian Financial Reporting Standard (MFRS) 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial report should be read in conjunction with the Group's audited financial statements for the year ended 31 March 2020, which have been prepared in accordance with the Malaysian Financial Reporting Standards (MFRS) and the Companies Act 2016.

A2. Changes in Accounting Policies

The accounting policies and methods of computation by the Group in this interim report are consistent with those adopted in the most recent annual audited financial statements, save for the adoption of new standards, amendments and interpretation which came into effect from 1 January 2020 as set out below:

Description

Amendments to MFRS 3: Definition of a Business

Amendments to MFRS 101 and MFRS 108: Definition of Material

Amendments to MFRS 9, MFRS 139 and MFRS 7: Interest Rate Benchmark Reform

Revised Conceptual Framework for Financial Reporting (the Conceptual Framework)

The adoption of these standards, amendments and interpretation did not result in material impact to the interim financial statements of the Group.

The following are new standards, amendments and interpretations that have been issued by the MASB but have not been early adopted by the Group:

Effective for annual periods beginning on or after 1 June 2020:

Description

Amendments to MFRS 16: Covid-19-Related Rent Concessions

Effective for annual periods beginning on or after 1 January 2021:

Description

MFRS 17: Insurance Contracts

Effective for annual periods beginning on or after 1 January 2022:

Description

Amendments to MFRS 101 : Classification of Liabilities as Current or Non-current

Amendments to MFRS 3 : Reference to the Conceptual Framework

Amendments to MFRS 116 : Property, Plant and Equipment - Proceeds before Intended Use

Amendments to MFRS 137 : Onerous Contracts - Cost of Fulfilling a Contract

Annual Improvement to MFRS Standards 2018-2020

Effective date deferred to a date to be determined by MASB:

Description

Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

A3. Audit Qualification

The audit report of the Group's most recent annual audited financial statements for the year ended 31 March 2020 was not qualified.

A4. Seasonality or Cyclical Factors

There were no material seasonal or cyclical factors which affected the results of the operations for the quarter under review.

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A5. Unusual items due to their Nature, Size or Incidence

There were no items affecting assets, liabilities, equity, net income or cash flows that were unusual because of their nature, size or incidence in the current quarter under review.

A6. Changes in estimates

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

A7. Debt and Equity Securities

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the quarter under review.

As at 30 June 2020, the total number of shares purchased amounted to 438,329 ordinary shares with an average price of RM0.82 per share. These shares are retained as treasury shares.

A8. Dividends Paid

No dividend was paid during the current financial quarter under review.

A9. Segmental Reporting

<----- Period ended 30/6/2020 ----->

Business segments	Property Development RM'000	Property Investment RM'000	Quarry & Construction RM'000	Other Operations RM'000	Total RM'000
Revenue	27,119	3,066	317	-	30,502
Less : Eliminations of inter-segment					-
Total revenue					<u>30,502</u>
Continuing operations					
Segment results from continuing operations	1,248	4,033	137	(117)	5,301
Head office expenses					<u>(1,952)</u>
Operating profit					3,349
Finance costs					(3,082)
Other investing activities results					14
Share of results of jointly controlled entities					6,797
Profit before taxation					<u>7,078</u>
Taxation					(2,714)
Profit for the period					<u><u>4,364</u></u>

Segment results include items directly attributable to a segment as well as those that can be allocated on a reasonable basis.

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A10. Valuation of property, plant and equipment

There were no valuations done on the Group's property, plant and equipment.

A11. Subsequent Events

There were no material events subsequent from the current quarter ended 30 June 2020 to the date of this announcement.

A12. Changes in the Composition of the Group

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

A13. Changes in contingent liabilities and contingent assets

As at 30 June 2020, there were no contingent assets and no material changes in contingent liabilities since the last annual audited statement of financial position as at 31 March 2020 except that the Group has legal claims for liquidated ascertained damages ("LAD") for its residential project. The impact to the Group arising from these claims is RM1.39 million should the claims be successful.

The Group has been advised by its legal counsel that based on the distinguishing fact patterns of the Group's legal position against these claims, it is only possible, but is not probable that there will be an outflow of resources at this juncture. Accordingly, no provision for any liability has been made in the financial statements.

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

	Individual quarter ended			Cumulative quarter ended		
	30/6/20 RM'000	30/6/19 RM'000	Changes RM'000	30/6/20 RM'000	30/6/19 RM'000	Changes RM'000
Revenue	30,502	64,153	(33,651)	30,502	64,153	(33,651)
Gross profit	8,300	13,147	(4,847)	8,300	13,147	(4,847)
Share of results of jointly controlled entities	6,797	27,193	(20,396)	6,797	27,193	(20,396)
Profit before tax	7,078	33,884	(26,806)	7,078	33,884	(26,806)
Profit after tax	4,364	25,694	(21,330)	4,364	25,694	(21,330)
Profit attributable to equity holders of the Company	6,180	28,169	(21,989)	6,180	28,169	(21,989)

Performance of Current Quarter Compared to the Preceding Year's Corresponding Quarter

The main contributors to the earnings of the Group for the period under review are TWY Mont' Kiara, Union Suites @ Bandar Sunway and our joint-venture project, Star Residences. The results of Star Residences are not consolidated into our income statement, but shown as 'share of results of jointly controlled entities'.

The Group achieved revenue of RM30.50 million for the quarter ended 30 June 2020, which is RM33.65 million lower compared to the preceding year's corresponding quarter. The Group also reported lower profit before tax of RM7.08 million, which is RM26.81 million lower compared to the preceding year's corresponding quarter. The decrease was mainly due to the imposition of Movement Control Order ("MCO") which halted construction activities as well as affecting sales activities. The Group has resumed construction activities and has taken measures to catch up on the delay and minimise the disruption in the construction schedule.

B2. Material Changes in the Quarterly Results as Compared to the Immediate Preceding Quarter

	Individual quarter ended		Changes RM'000
	30/6/20 RM'000	31/3/20 RM'000	
Revenue	30,502	22,667	7,835
Gross profit	8,300	3,955	4,345
Share of results of jointly controlled entities	6,797	(7,855)	14,652
Profit before tax	7,078	(28,331)	35,409
Profit after tax	4,364	(26,157)	30,521
Profit attributable to equity holders of the Company	6,180	(20,171)	26,351

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The revenue and gross profit for the current quarter is higher than that of the immediate preceding quarter. This is mainly due to the fact that the results of the immediate preceding quarter were affected by the termination of sales amounting to RM23.68 million for Amanjaya land, Tijani Raja Dewa, Tijani Ukay and an additional RM3 million provision for liquidated and ascertained damages ("LAD") on the possible delay in delivery of vacant possession for our projects.

Share of results of jointly controlled entities is higher than that of the immediate preceding quarter mainly due to changes in development cost allocation for Star Residential Tower 2 (RT2) and Tower 3 (RT3) due to completion of Signature Retail (SR) and Tower 1 (RT1) which has resulted in a decrease in stage of completion for RT2 in the preceding quarter.

Profit before tax (PBT) is higher than that of the immediate preceding quarter as the preceding quarter's PBT were affected by termination of sales, additional provision for LAD, changes in development cost allocation for Star Residences project as mentioned above as well as the provision for impairment loss on inventories of RM12.38 million.

B3. Prospects for the financial year ending 31 March 2021

The market environment is expected to be more challenging and demanding for financial year ending 31 March 2021. The outbreak of Covid-19 pandemic and the imposition of MCO and stricter SOPs as well as physical distancing rules had and will continue to have a significant impact on property development sales and projects.

On a positive note, the Group has managed to obtain a new loan with longer tenure to refinance an existing loan as well as been granted 6 months moratorium on principal and interest payment from most of its existing financiers.

At the same time, the property sector received a much needed boost from the government's recent Short Term Economic Recovery Plan and the reintroduction of Home Ownership Campaign ("HOC") 2020 with stamp duty exemption given for purchase of residential property between RM300,000 and RM2.5 million and the uplift of 70% margin of financing limit for third housing loans. The Government has also announced Real Property Gains Tax ("RPGT") exemption for Malaysians for the disposal of up to 3 residential properties between 1 June 2020 and 31 December 2021. The reduction of overnight policy rate by Bank Negara has also made home ownership more affordable for house buyers.

The Group will continue to take measures such as implementing cost efficiencies through organisation and manpower restructuring. In addition, the Group has refocused its sales and marketing activities towards the digital platform by introducing virtual sales galleries and show units for Union Suites, Elevia Residences, Tijani Raja Dewa and Illi projects as well as reinforcing its branding as a boutique developer via social media platform.

Prospects going forward for the Group remain positive with unbilled sales of RM463 million (including our 50% share in Star Residences) as at 30 June 2020.

The progress of our projects is as follows:

- Star Residences, a RM3.0 billion mixed development in KLCC area comprising 3 residential towers and 5 blocks of signature retail has received good response. The Signature Retail (SR), Residential Tower 1 (RT1) and Residential Tower 2 (RT2) have achieved sales of 100%, 96% and 83% respectively. The Residential Tower 3 (RT3), which was launched in October 2017, is offered as Ascott Residences and Ascott Serviced Apartments and has since had encouraging response from foreign buyers. Star Residences will continue to be the main contributor for the current financial year.
- TWY Mont' Kiara, with a projected Gross Development Value ("GDV") of RM435 million, is a development which caters to investors and the younger generation of house buyers looking for small-sized condominiums in the exclusive Mont' Kiara enclave. The project received excellent response and has achieved sales of 99%. The completion and hand-over of this development is however delayed due to the MCO and is expected to be completed by the third quarter of 2020 pending approvals. The Group expects TWY Mont' Kiara to remain as one of the major contributors to the Group's revenue and profit for the current financial year.

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- Tijani Raja Dewa in Kota Bharu offers a combination of terrace and semi-detached houses and a block of condominiums with a GDV of RM185 million in Phase 1 of the development. Sales have recently picked up as the development is now completed. This project achieved a take up rate of close to 55% in value as at the end of this quarter.
- Union Suites@ Bandar Sunway offers 626 units of mainly small-sized apartments with a GDV of RM470 million. As the project is near to several established universities, colleges and medical centres in the Bandar Sunway area, the project is designed for students' accommodation and investment. The take up rate of this project is 80% as at the end of this quarter. Union Suites is expected to remain as one of the major contributors to the Group's revenue and profit for the current financial year.
- Elevia Residences, Puchong, with a GDV of RM130 million, offers a combination of 128 units of condominium and 34 units of Villas in our Taman Tasik Prima township in Puchong. It has to date achieved a take up rate of 93%.
- Industrial Park Phase 2 in Amanjaya, Sungai Petani with a GDV of RM15 million, offers 29 units of industrial bungalow lots and 14 units of industrial semi-detached lots which were launched in Q2 of FY 2019. It has to date achieved sales of 78% in value as at the end of this quarter.
- Industrial Park Phase 3 in Amanjaya, Sungai Petani with a GDV of RM27 million, which was launched in Q2 of FY 2020 offers 28 units of industrial bungalow lots and 40 units of industrial semi-detached lots. It has received encouraging response and to date achieved sales of 29% in value as at the end of this quarter.

B4. Profit Forecast/Profit Guarantee

Not applicable

B5. Profit Before Tax

	Individual quarter ended 30/6/20 RM'000	Cumulative quarter ended 30/6/20 RM'000
Profit before tax is arrived at after charging/(crediting):-		
Depreciation and amortisation	2,035	2,035
Interest income	(1,698)	(1,698)
Dividend income	-	-
Interest expenses	3,082	3,082
Allowance for doubtful debts	-	-
Allowance for doubtful debts no longer required	(2)	(2)
Bad debts written off	-	-
Impairment loss on inventories	-	-
Inventories written off	-	-
Gain on disposal of property, plant and equipment	-	-
Property, plant and equipment written off	-	-
Impairment on assets	-	-
Gain/Loss on foreign exchange	-	-
Gain/Loss on derivatives	-	-
Included in other investing results were :-		
- Gain on disposal of investment securities	-	-
- Loss on disposal of other investment	-	-
- Fair value adjustment of investment securities	(14)	(14)
- Fair value adjustment of unquoted investment	-	-

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B6. Taxation

Taxation comprises the following :-

	Individual quarter ended 30/6/20 RM'000	Cumulative quarter ended 30/6/20 RM'000
Current taxation	7,285	7,285
Current taxation - prior year	-	-
Deferred taxation	(6,240)	(6,240)
Share of tax of jointly controlled entities	1,669	1,669
	<u>2,714</u>	<u>2,714</u>

The effective tax rate of the Group for the period under review is higher than the statutory tax rate mainly due to non deductibility of certain expenses and losses of some subsidiaries which cannot be off-set against taxable profits of other subsidiaries.

B7. Status of Corporate Proposals

All corporate proposals announced are completed as at the date of this announcement.

B8. Group Borrowings and Debt Securities

The Group's borrowings and debt securities as at 30 June 2020 and 30 June 2019 were as follows:

	Type	Weighted average interest rate	As at 30 June 2020		Total RM'000
			Long term RM'000	Short term RM'000	
Secured					
Bank overdrafts	Floating	6.33%	-	2,399	2,399
Revolving credits	Floating	4.20%	26,000	88,000	114,000
Term loans	Floating	4.49%	266,270	20,441	286,711
			<u>292,270</u>	<u>110,840</u>	<u>403,110</u>
	Type	Weighted average interest rate	As at 30 June 2019		Total RM'000
Secured					
Bank overdrafts	Floating	7.72%	-	1,707	1,707
Revolving credits	Floating	5.22%	81,000	52,500	133,500
Term loans	Floating	5.90%	248,080	75,745	323,825
			<u>329,080</u>	<u>129,952</u>	<u>459,032</u>

All borrowings are denominated in Ringgit Malaysia.

B9. Off Balance Sheet Financial Instruments

There are no financial instruments with off balance sheet risks as at the date of this report.

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B10. Material Litigation

There is no material litigation against the Group pending as at the date of this report, except for the following:

- (a) **Tijani (Bukit Tunku) Sdn Bhd ("Tijani" or "Respondent"), a wholly-owned subsidiary of SymLife, had on 20 August 2015 received a Notice of Arbitration served by T.J. Civil & Structural Contractor Sdn Bhd ("Claimant") to seek redress on the disputes arising from a project known as Arata at Bukit Tunku. This includes amongst others, that Tijani and its servants, agents or consultants had failed, neglected and/or refused to grant the Claimant extension of time, thereby causing delay on the part of the Claimant in completing the contracted works.**

The Claimant served its Statement of Claim claiming loss and damages for a total sum of RM9.13million.

Tijani defended against the claim and submitted a counterclaim against the Claimant seeking, amongst others, liquidated damages in the sum of RM3.88million and other damages suffered by Tijani in the sum of RM1.1million.

The arbitration hearing was fully concluded on 7 December 2019. Subsequently, the Arbitrator fixed dates for filing of inter-alia, written submissions and a date for oral submissions has been scheduled on 14 December 2020. The award will most likely be made in December 2020. Our solicitor is of the opinion that, based on the facts of the case, Tijani has a fair chance of success in the arbitration proceedings.

- (b) **TWY Development Sdn. Bhd. ("TWY" or "Defendant"), a wholly-owned subsidiary of SymLife had on 23 August 2018 terminated the services of Top International Engineering (Malaysia) Sdn Bhd ("TIE" or "Plaintiff"), the main contractor appointed for a residential development in Mont Kiara known as TWY Mont' Kiara due to the Plaintiff's default and failure to proceed regularly and/or diligently with the contracted works. Following the termination, TWY had on the same date, made a written demand to RHB Bank Berhad to claim for the sum of RM9,093,400 under a performance bond provided by TIE ("Bank Guarantee").**

On 27 August 2018, TIE filed an Originating Summons accompanied with a Notice of Application for an ex-parte interim injunction seeking, amongst others:-

- (i) an interim injunction order restraining TWY from receiving proceeds of any demand made under the Bank Guarantee, or in the event that the said proceeds have been received, an order restraining TWY from transferring, utilising or dealing howsoever with the said proceeds, until the final disposal of the action; and
- (ii) an interim injunction to restrain TWY from making any further demand under the Bank Guarantee until the final disposal of the action.

On 28 August 2018, TIE obtained an ex-parte interim injunction from the High Court restraining TWY from receiving payment under the Bank Guarantee pending disposal of the action.

On 7 September 2018, TWY filed a Notice of Application to set aside the ex-parte interim injunction dated 28 August 2018 and sought, amongst others:-

- (i) damages in the form of interest at the rate of 8.00% per annum on the Bank Guarantee sum from the date of the interim injunction until a date to be determined by the High Court; and/or
- (ii) an order for the assessment of damages suffered by TWY resulting from the interim injunction.

The hearing of the Originating Summons, the inter-partes injunction application and the setting aside application was fixed on 22 October 2018 and was subsequently adjourned to 31 October 2018 pending the outcome of a Court assisted mediation of the matter. TWY and TIE had on 16 November 2018, entered into a Consent Order.

The proposed arbitration between TWY and TIE was previously scheduled for hearing in the months of April, May and June of 2020. Due to imposition of the MCO by the Government of Malaysia from 18 March 2020 arising from the Covid-19 pandemic, the arbitrator vacated the hearing dates scheduled from April to June 2020 and fixed new hearing dates in November 2020 and January 2021.

SYMPHONY LIFE BERHAD

(Company No. 196401000264 (5572-H))

(Incorporated in Malaysia)

Unaudited interim report for the period ended 30 June 2020**B11. Dividends Proposed**

No interim dividend has been proposed during the quarter under review.

B12. Earnings per share

	Individual quarter ended		Cumulative quarter ended	
	30/6/20 RM'000	30/6/19 RM'000	30/6/20 RM'000	30/6/19 RM'000
Profit for the period attributable to the ordinary equity holders of the Company	<u>6,180</u>	<u>28,169</u>	<u>6,180</u>	<u>28,169</u>
Weighted average number of ordinary shares excluding treasury shares and shares held by Employees' Share Trust Scheme ('000)	<u>545,010</u>	<u>534,718</u>	<u>545,010</u>	<u>534,718</u>
Basic earnings per share (sen) for : Profit for the period	<u>1.13</u>	<u>5.27</u>	<u>1.13</u>	<u>5.27</u>

The diluted earnings per share is not presented as the effect of the assumed conversion of warrants outstanding will be anti-dilutive and the Company has no other dilutive-potential ordinary shares in issue as at end of the reporting period.

ALAN CHAN CHEE MING**SOO YIN KHENG**

Secretaries

Petaling Jaya, Selangor

Date: 24 August 2020