

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 30 SEPTEMBER 2021

	Individual quarter ended (Restated)		Cumulative quarter ended (Restated)	
	30/9/21 RM'000	30/9/20 RM'000	30/9/21 RM'000	30/9/20 RM'000
Revenue	31,394	81,478	66,989	111,980
Cost of sales	(24,653)	(52,119)	(53,153)	(73,967)
Gross profit	<u>6,741</u>	<u>29,359</u>	<u>13,836</u>	<u>38,013</u>
Other income	61	6,428	946	12,431
Employee benefits expense	(4,796)	(5,492)	(14,195)	(10,571)
Depreciation and amortisation	(1,822)	(1,863)	(3,734)	(3,898)
Other expenses	(3,865)	(5,251)	(7,771)	(9,091)
(Loss)/Profit from operations	<u>(3,681)</u>	<u>23,181</u>	<u>(10,918)</u>	<u>26,884</u>
Finance costs	(3,330)	(3,261)	(6,719)	(6,765)
Other investing activities results	141	(19)	(352)	(5)
Share of results of jointly controlled entities	(5,402)	8,961	(7,830)	15,758
(Loss)/Profit before zakat and taxation	<u>(12,272)</u>	<u>28,862</u>	<u>(25,819)</u>	<u>35,872</u>
Taxation	514	(7,616)	(1,026)	(10,313)
(Loss)/Profit for the period	<u>(11,758)</u>	<u>21,246</u>	<u>(26,845)</u>	<u>25,559</u>
Other comprehensive income	-	-	-	-
Total comprehensive (expense)/income for the period	<u>(11,758)</u>	<u>21,246</u>	<u>(26,845)</u>	<u>25,559</u>
(Loss)/Profit attributable to :				
Equity holders of the Company	(9,812)	22,732	(23,410)	28,859
Non-controlling interests	(1,946)	(1,486)	(3,435)	(3,300)
	<u>(11,758)</u>	<u>21,246</u>	<u>(26,845)</u>	<u>25,559</u>
Total comprehensive (expense)/income attributable to :				
Equity holders of the Company	(9,812)	22,732	(23,410)	28,859
Non-controlling interests	(1,946)	(1,486)	(3,435)	(3,300)
	<u>(11,758)</u>	<u>21,246</u>	<u>(26,845)</u>	<u>25,559</u>
	sen	sen	sen	sen
(Loss)/Earnings per share attributable to equity holders of the Company:				
Basic	<u>(1.63)</u>	<u>4.16</u>	<u>(3.96)</u>	<u>5.29</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 2021 and the accompanying notes attached to the interim financial statements)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2021

	Unaudited As at 30/9/21 RM'000	(Restated) Audited As at 31/3/21 RM'000
ASSETS		
Non-current Assets		
Property, plant and equipment	16,821	18,496
Inventories - Land held for property development	77,755	73,657
Investment properties	183,705	186,760
Right-of-use assets	432	589
Land use rights	17	18
Goodwill	10,327	10,327
Investment in jointly controlled entities	292,531	319,114
Investment securities	2,516	2,726
Deferred tax assets	32,859	40,339
	<u>616,963</u>	<u>652,026</u>
Current Assets		
Inventories - Property development costs	504,485	506,464
Inventories - Completed properties	86,182	94,001
Trade and other receivables	133,243	108,827
Contract cost assets	6,574	3,256
Other current assets	72,485	67,445
Tax recoverable	4,859	4,987
Cash and bank balances	21,853	64,733
	<u>829,681</u>	<u>849,713</u>
Assets held for sale	<u>13,375</u>	<u>13,375</u>
TOTAL ASSETS	<u>1,460,019</u>	<u>1,515,114</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	456,724	433,301
Treasury shares	(361)	(361)
Capital reserve	2,500	2,500
Other reserve	(32,689)	(32,689)
Retained profits	537,806	571,387
Shares held by ESTS Trust	(37,358)	(36,191)
Shareholders' equity	<u>926,622</u>	<u>937,947</u>
Non-controlling interests	(23,206)	(25,949)
Total equity	<u>903,416</u>	<u>911,998</u>
Non-current Liabilities		
Borrowings	255,737	274,373
Lease liabilities	216	287
Deferred income	14,235	14,186
Trade payables	4,306	3,842
Deferred tax liabilities	-	8,048
	<u>274,494</u>	<u>300,736</u>
Current Liabilities		
Trade and other payables	117,152	124,987
Other current liabilities	25,000	23,081
Borrowings	134,868	146,551
Lease liabilities	333	324
Current tax payable	4,756	7,437
	<u>282,109</u>	<u>302,380</u>
Total Liabilities	<u>556,603</u>	<u>603,116</u>
TOTAL EQUITY AND LIABILITIES	<u>1,460,019</u>	<u>1,515,114</u>
Net Assets per share attributable to Equity Holders of the Company (RM)	<u>1.51</u>	<u>1.64</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 2021 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 SEPTEMBER 2021

	←-----Attributable to Equity Holders of the Company-----→								
	←-----Non-distributable Reserves-----→				Distributable				
	<u>Share Capital</u> RM'000	<u>Treasury Shares</u> RM'000	<u>Capital Reserve</u> RM'000	<u>Other Reserve</u> RM'000	<u>Shares held by ESTS Trust</u> RM'000	<u>Retained Profits</u> RM'000	<u>Shareholders' Equity</u> RM'000	<u>Non-controlling interests</u> RM'000	<u>Total Equity</u> RM'000
<u>6 months ended 30.9.2020</u>									
Balance at 1 April 2020	422,620	(361)	2,500	(30,414)	(35,088)	521,828	881,085	(17,945)	863,140
Effects on adoption of IFRIC Agenda Decision	-	-	-	-	-	(6,390)	(6,390)	(414)	(6,804)
Balance at 1 April 2020 (restated)	422,620	(361)	2,500	(30,414)	(35,088)	515,438	874,695	(18,359)	856,336
Profit for the period	-	-	-	-	-	28,859	28,859	(3,300)	25,559
Dividend reinvested	10,681	-	-	-	-	-	10,681	-	10,681
Dividend	-	-	-	-	-	(12,003)	(12,003)	-	(12,003)
Balance at 30 September 2020	<u>433,301</u>	<u>(361)</u>	<u>2,500</u>	<u>(30,414)</u>	<u>(35,088)</u>	<u>532,294</u>	<u>902,232</u>	<u>(21,659)</u>	<u>880,573</u>
<u>6 months ended 30.9.2021</u>									
Balance at 1 April 2021	433,301	(361)	2,500	(32,689)	(36,191)	575,998	942,558	(25,610)	916,948
Effects on adoption of IFRIC Agenda Decision	-	-	-	-	-	(4,611)	(4,611)	(339)	(4,950)
Balance at 1 April 2021 (restated)	433,301	(361)	2,500	(32,689)	(36,191)	571,387	937,947	(25,949)	911,998
Loss for the period	-	-	-	-	-	(23,410)	(23,410)	(3,435)	(26,845)
Change in ownership interests in subsidiaries	-	-	-	-	-	1,712	1,712	6,178	7,890
Shares issued through Private Placement	13,316	-	-	-	-	-	13,316	-	13,316
Shares issued through Dividend Reinvestment Plan	10,107	-	-	-	-	-	10,107	-	10,107
Dividend	-	-	-	-	-	(11,883)	(11,883)	-	(11,883)
Subscription of shares via Dividend Reinvestment Plan	-	-	-	-	(1,167)	-	(1,167)	-	(1,167)
Balance at 30 September 2021	<u>456,724</u>	<u>(361)</u>	<u>2,500</u>	<u>(32,689)</u>	<u>(37,358)</u>	<u>537,806</u>	<u>926,622</u>	<u>(23,206)</u>	<u>903,416</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 2021 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 CASH FLOWS
FOR THE PERIOD ENDED 30 SEPTEMBER 2021**

	Period ended 30/9/2021 RM'000	(Restated) Period ended 30/9/2020 RM'000
(Loss)/Profit before tax	(25,819)	35,872
Adjustment for non-cash flow:-		
Depreciation and amortisation	3,734	3,898
Share of results of associates and jointly controlled entities	7,830	(15,758)
Fair value adjustments on investment securities	-	(16)
Property, plant and equipment written off	204	-
Loss on disposal of other investments	352	22
Loss/(Gain) on disposal of property, plant and equipment	611	(17)
Other non-operating items (which are investing and financing)	(157)	(2,016)
Operating (loss)/profit before changes in working capital	<u>(13,245)</u>	<u>21,985</u>
Changes in working capital		
Net change in current assets	(20,236)	(13,466)
Net change in current liabilities	(5,097)	2,193
Land held for property development	(4,098)	(2,669)
Taxation paid	(5,674)	(2,405)
Net cash flows from operating activities	<u>(48,350)</u>	<u>5,638</u>
Investing Activities		
- Property, plant and equipment	217	(209)
- Investment properties	(10)	(716)
- Jointly controlled entities	20,280	(2,700)
- Dividends	-	77
- Acquisition of additional interest in a subsidiary	(1,970)	-
- Other investment	(521)	54
	<u>17,996</u>	<u>(3,494)</u>
Financing Activities		
- Bank borrowings	(33,181)	(696)
- Lease payment	(80)	(301)
- Proceeds from allotment of shares to third party	7,500	-
- Proceeds from private placement	13,316	-
- Dividends paid	(2,943)	(1,322)
- Uplift/(Placement) of deposits with licensed bank	1,300	(12)
	<u>(14,088)</u>	<u>(2,331)</u>
Net Change in Cash and Cash Equivalents	(44,442)	(187)
Cash and Cash Equivalents at beginning of the period	60,861	26,063
Cash and Cash Equivalents at end of the period	<u>16,419</u>	<u>25,876</u>
Analysis of cash and cash equivalents at end of the financial period:		
Cash and bank balances	21,652	19,566
Deposits with licensed financial institutions	201	9,205
	<u>21,853</u>	<u>28,771</u>
Less: Deposits pledged with licensed financial institutions	(2,041)	(1,205)
Bank overdrafts	(3,393)	(1,690)
	<u>16,419</u>	<u>25,876</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 2021 and the accompanying notes attached to the interim financial statements)

SYMPHONY LIFE BERHAD

(Company No. 196401000264 (5572-H))

(Incorporated in Malaysia)

Unaudited interim report for the period ended 30 September 2021**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 2021, 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 2021 as set out below:

Description

Amendments to MFRS 9, MFRS 139, MFRS 7, MFRS 4 and MFRS 16 : Interest Rate Benchmark Reform - Phase 2

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

IRIC Agenda Decision on MFRS 123 Borrowing Costs

In March 2019, the IFRS Interpretations Committee ('IFRIC') published an Agenda Decision on borrowing costs confirming, receivables, contract assets and inventories for which revenue is recognised over time are non-qualification assets. On March 2019, the Malaysian Accounting Standard Board announced that an entity shall apply the change in accounting policy as a results of this Agenda Decision to financial statements of annual periods beginning on or after 1 July 2020.

Effective 1 April 2021, the Group had retrospectively applied the Agenda Decision and comparative figures have been restated as a result of transition requirement under Agenda Decision.

The effects of the adoption of the Agenda Decision on the consolidated statement of financial position are as follows:

CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2021

	As previously reported RM'000	Effects of the Agenda Decision RM'000	As restated RM'000
Non-current Assets			
Deferred tax assets	38,770	1,569	40,339
Current Assets			
Inventories - Property development costs	508,118	(1,654)	506,464
Inventories - Completed properties	94,893	(892)	94,001
Contract cost assets	7,229	(3,973)	3,256
Equity attributable to equity holders of the Company			
Retained profits	575,998	(4,611)	571,387
Non-controlling interests	(25,610)	(339)	(25,949)

SYMPHONY LIFE BERHAD

(Company No. 196401000264 (5572-H))

(Incorporated in Malaysia)

Unaudited interim report for the period ended 30 September 2021**CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2020**

	As previously reported RM'000	Effects of the Agenda Decision RM'000	As restated RM'000
Non-current Assets			
Deferred tax assets	29,383	2,149	31,532
Current Assets			
Inventories - Property development costs	321,481	(2,276)	319,205
Inventories - Completed properties	102,192	(1,091)	101,101
Contract cost assets	55,432	(5,586)	49,846
Equity attributable to equity holders of the Company			
Retained profits	521,828	(6,390)	515,438
Non-controlling interests	(17,945)	(414)	(18,359)

The effects of the adoption of the Agenda Decision on the adoption of the Agenda Decision on the consolidated statement of comprehensive income are as follows:

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Cumulative quarter ended		
	As previously reported 30/9/20 RM'000	Effects of the Agenda Decision RM'000	As restated RM'000
Cost of sales	(75,432)	1,465	(73,967)
Finance costs	(6,095)	(670)	(6,765)
Taxation	(10,123)	(190)	(10,313)
Profit for the period	24,954	605	25,559
Profit attributable to :			
Equity holders of the Company	28,279	580	28,859
Non-controlling interests	(3,325)	25	(3,300)
	<u>24,954</u>	<u>605</u>	<u>25,559</u>
Total comprehensive income attributable to :			
Equity holders of the Company	28,279	580	28,859
Non-controlling interests	(3,325)	25	(3,300)
	<u>24,954</u>	<u>605</u>	<u>25,559</u>
	sen	sen	sen
Earnings per share attributable to equity holders of the Company:			
Basic	<u>5.18</u>	<u>0.11</u>	<u>5.29</u>

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 April 2021:**Description**

Amendments to MFRS 16 : Covid-19 Related Rent Concessions beyond 30 June 2021

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

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

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Unaudited interim report for the period ended 30 September 2021

Effective for annual periods beginning on or after 1 January 2023:

Description

MFRS 17 : Insurance Contracts

Amendments to MFRS 17 : Insurance Contracts

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

Amendments to MFRS 101 : Disclosure of Accounting Policies

Amendments to MFRS 108 : Definition of Accounting Estimates

Amendments to MFRS 112 : Deferred Tax related to Assets and Liabilities arising from a Single Transaction

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 2021 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.

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 September 2021, 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

On 25 May 2021, the directors have recommended an interim single-tier dividend of 2.0 sen per share in respect of the financial year ended 31 March 2021 with an option to allow the shareholders to reinvest their dividend in new shares.

On 25 August 2021, the Company issued an allotted 21,504,895 new ordinary shares pursuant to the abovementioned dividend reinvestment plan at an issue price of RM0.47 per share. The new shares were listed and quoted on the Main Market on Bursa Malaysia Securities Berhad on 26 August 2021. The amount of dividend paid in cash was RM2,943,622.09.

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Unaudited interim report for the period ended 30 September 2021**A9. Segmental Reporting**

Business segments	←----- Period ended 30/9/2021 ----->				Total RM'000
	Property Development RM'000	Property Investment RM'000	Quarry & Construction RM'000	Other Operations RM'000	
Revenue	57,728	6,749	320	2,192	66,989
Less : Eliminations of inter-segment					-
Total revenue					<u>66,989</u>
Continuing operations					
Segment results from continuing operations	4	1,120	114	(4,915)	(3,677)
Head office expenses					<u>(7,241)</u>
Operating loss					(10,918)
Finance costs					(6,719)
Other investing activities results					(352)
Share of results of jointly controlled entities					<u>(7,830)</u>
Loss before taxation					(25,819)
Taxation					(1,026)
Loss for the period					<u><u>(26,845)</u></u>

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

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 September 2021 to the date of this announcement, except for the following:

- (a) On 5 October 2021, second tranche of the Proposed Private Placement comprising 42,000,000 Placement Shares were issued pursuant to the Proposed Private Placement at an issue price of RM0.5031 in accordance with the general mandate for issue of shares pursuant to Section 75 and Section 76 of the Companies Act, 2016 and proceeds of RM21,130,200 had been raised.
- (b) On 3 November 2021, on behalf of the Board, Malacca Securities Sdn. Bhd. announced that the Company proposed to undertake a private placement of up to 20% of the issued ordinary shares of Symphony Life Berhad at an issue price to be determined later ("Proposed Private Placement 2"). The listing and quotation of placement shares to be issued pursuant to the Proposed Private Placement 2 has been approved by Bursa Malaysia Securities on 15 November 2021.

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 September 2021, 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 2021 except that the Group received legal claims for liquidated ascertained damages ("LAD") amounting to RM11.95 million for two of its residential projects.

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 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.

The proceedings in respect of these claims are, as at the date of this announcement, still on-going.

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Unaudited interim report for the period ended 30 September 2021**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		
	30/9/21 RM'000	(Restated) 30/9/20 RM'000	Changes RM'000	30/9/21 RM'000	(Restated) 30/9/20 RM'000	Changes RM'000
Revenue	31,394	81,478	(50,084)	66,989	111,980	(44,991)
Gross profit	6,741	29,359	(22,618)	13,836	38,013	(24,177)
Share of results of jointly controlled entities	(5,402)	8,961	(14,363)	(7,830)	15,758	(23,588)
(Loss)/Profit before zakat and tax	(12,272)	28,862	(41,134)	(25,819)	35,872	(61,691)
(Loss)/Profit after tax	(11,758)	21,246	(33,004)	(26,845)	25,559	(52,404)
(Loss)/Profit attributable to equity holders of the Company	(9,812)	22,732	(32,544)	(23,410)	28,859	(52,269)

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 Union Suites @ Bandar Sunway, Amanjaya, Sungai Petani, Tijani Ukay and Tijani Raja Dewa projects.

The Group achieved revenue of RM31.39 million for the quarter ended 30 September 2021, which is RM50.08 million lower compared to the preceding year's corresponding quarter. This is mainly due to imposition of Movement Control Order ("MCO") which halted the construction activities as well as affected sales activities for almost the entire current quarter and completion of TWY Mont' Kiara project in the previous year.

The Group also reported a lower gross profit of RM6.74 million, which is RM22.62 million lower compared to the preceding year's corresponding quarter as a result of lower revenue achieved during the current quarter.

Share of losses from jointly controlled entities for the current quarter was mainly due to termination of sales amounting to RM16.1 million during the current quarter for Star Residences project.

SYMPHONY LIFE BERHAD

(Company No. 196401000264 (5572-H))

(Incorporated in Malaysia)

Unaudited interim report for the period ended 30 September 2021**B2. Material Changes in the Quarterly Results as Compared to the Immediate Preceding Quarter**

	Individual quarter ended		Changes RM'000
	30/9/21 RM'000	30/6/21 RM'000	
Revenue	31,394	35,595	(4,201)
Gross profit	6,741	7,095	(354)
Share of results of jointly controlled entities	(5,402)	(2,428)	(2,974)
Loss before zakat and tax	(12,272)	(13,547)	1,275
Loss after tax	(11,758)	(15,087)	3,329
Loss attributable to equity holders of the Company	(9,812)	(13,598)	3,786

The Group reported lower revenue and gross profit for the current quarter compared to the preceding quarter mainly due to imposition of MCO from 1 June 2021 until mid of September 2021 which halted the construction activities as well as affected sales activities for almost the entire current quarter.

Higher share of losses from jointly controlled entities for the current quarter was mainly due to termination of sales during the current quarter amounting to RM16.1 million for Star Residences project.

The Group reported lower loss before tax of RM12.27 million for the current quarter as compared to the preceding quarter of RM13.55 million mainly due to decrease in operating costs to RM10.48 million from RM12.61 million in the preceding quarter.

B3. Prospects for the financial year ending 31 March 2022

The market environment is expected to continue to be challenging and demanding for financial year ending 31 March 2022. The ongoing restrictions and preventive measures to contain the spread of Covid-19 virus had and will continue to have a significant impact on sales and projects. Following the increase in vaccination rate and Covid-19 cases under control, the government has gradually opened up the economy phase by phase under the National Recovery Plan. We expect the property market sentiment will improve gradually moving forward.

On a positive note, 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") 2020/2021 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 financing 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.

B4. Profit Forecast/Profit Guarantee

Not applicable

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Unaudited interim report for the period ended 30 September 2021**B5. (Loss)/Profit Before Tax**

	Individual quarter ended 30/9/21 RM'000	Cumulative quarter ended 30/9/21 RM'000
(Loss)/Profit before tax is arrived at after charging/(crediting):-		
Depreciation and amortisation	1,822	3,734
Interest income	(211)	(449)
Dividend income	-	-
Interest expenses	3,330	6,719
Allowance for doubtful debts	-	-
Allowance for doubtful debts no longer required	-	-
Bad debts written off	-	-
Impairment loss on inventories	-	-
Inventories written off	-	-
Loss on disposal of property, plant and equipment	862	611
Property, plant and equipment written off	204	204
Impairment on assets	-	-
Gain/Loss on foreign exchange	-	-
Gain/Loss on derivatives	-	-
	<hr/>	<hr/>
Included in other investing results were :-		
- Gain on disposal of investment securities	-	-
- Loss on disposal of other investments	-	352
- Fair value adjustment of investment securities	(141)	-
- Fair value adjustment of unquoted investment	-	-
	<hr/>	<hr/>

B6. Taxation

Taxation comprises the following :-

	Individual quarter ended 30/9/21 RM'000	Cumulative quarter ended 30/9/21 RM'000
Current taxation	866	3,121
Deferred taxation	(89)	(568)
Share of tax of jointly controlled entities	(1,291)	(1,527)
	<hr/>	<hr/>
	(514)	1,026

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 for tax purposes and losses of some subsidiaries which cannot be off-set against taxable profits of other subsidiaries.

B7. Status of Corporate Proposals

- (a) On 13 October 2020, the Company announced that Prestige Capital Sdn. Bhd. ("Prestige Capital"), a wholly-owned subsidiary of the Company accepted a letter of offer dated 8 September 2020 from Perdana Park City Sdn. Bhd. or its nominee, to purchase six (6) parcels of adjoining industrial development land, all located within Mukim and district of Ulu Langat, Selangor Darul Ehsan for a total consideration of RM250,000,000 ("the Proposed Disposal").

On 4 December 2020, on behalf of the Board, Affin Hwang IB announced that Prestige Capital entered into two (2) conditional sale and purchase agreements ("SPA") with Fantastic Starhill Sdn. Bhd. ("FSSB"), a company nominated by Perdana Park City Sdn. Bhd. for the Proposed Disposal. The Proposed Disposal is subject to and conditional upon approval from shareholders, the State Authority and other relevant parties which form part of the conditions precedent of the SPA.

On 29 October 2021, the Company announced that Prestige Capital and FSSB had mutually agreed to extend the conditional period in relation to the Proposed Disposal for a further period from 2 November 2021 to 31 December 2021.

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On 10 November 2021, the Company announced that the conditions precedent of the SPA shall be deemed fulfilled and unconditional. Prestige Capital has been authorised to enter into Supplemental Agreement with FSSB, mutually agreed to modify and vary the following terms and conditions in the SPA in relation to the Proposed Disposal:

- (i) The balance purchase price shall be subject to a rebate of RM5,000,000 ("the Rebate");
 - (ii) The period for the completion shall be on or before 31 December 2021 ("Revised Completion Period"); and
 - (iii) In the event the SPA are unable to be completed within the Revised Completion Period, the Rebate shall be reduced accordingly at the rate of 5% per annum calculated on the balance purchase price on a daily basis immediately following the expiry of 31 December 2021 until the date of actual completion, being not later than 28 February 2022.
- (b) On 23 November 2021, the Company announced that its wholly-owned subsidiary, Symphony ORIC Development Sdn. Bhd. ("OR and Open Road Asia Sdn. Bhd. ("ORASB") have mutually agreed to extend the conditional period for the fulfilment of the following conditions precedent as stated in the Joint Development Agreement ("JDA") dated 28 April 2021:
- (i) Legal and financial due diligence on the feasibility on the proposed joint development to 31 December 2021; and
 - (ii) Conditions precedent to be fulfilled by ORASB for a further period from 27 April 2022 to 30 June 2022.
- (c) On 16 April 2021, on behalf of the Board, Malacca Securities Sdn. Bhd. announced that the Company proposed to undertake a private placement of up to 63,136,600 ordinary shares of Symphony Life Berhad, representing 10% of the total number of issued shares of Symphony Life Berhad, at an issue price to be determined later ("Proposed Private Placement"). The listing and quotation of placement shares to be issued pursuant to the Proposed Private Placement has been approved by Bursa Malaysia Securities Berhad on 23 April 2021.

On 1 June 2021, first tranche of the Proposed Private Placement comprising 21,136,600 Placement Shares were issued pursuant to the Proposed Private Placement at an issue price of RM0.63 in accordance with the general mandate for issue of shares pursuant to Section 75 and Section 76 of the Companies Act, 2016 and proceeds of RM13,316,058 had been raised.

On 5 October 2021, second tranche of the Proposed Private Placement comprising 42,000,000 Placement Shares were issued pursuant to the Proposed Private Placement at an issue price of RM0.5031 in accordance with the general mandate for issue of shares pursuant to Section 75 and Section 76 of the Companies Act, 2016 and proceeds of RM21,130,200 had been raised.

As at 24 November 2021, the proposed and status of utilisation of proceeds raised from the Proposal Private Placement is as follows:

Purpose	Proposed utilisation RM'000	Actual utilisation RM'000	Balance unutilised RM'000	Intended timeframe for utilisation from completion
Property development projects	15,000	(7,880)	7,120	Within 6 months
Working capital	5,396	(3,481)	1,915	Within 6 months
Repayment of borrowings	13,000	(13,000)	-	Within 6 months
Estimate expenses in relation to the corporate exercise	1,050	(642)	408	Within 2 months
	<u>34,446</u>	<u>(25,003)</u>	<u>9,443</u>	

Save for the above, all corporate proposals announced are completed as at the date of this announcement.

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Unaudited interim report for the period ended 30 September 2021**B8. Group Borrowings and Debt Securities**

The Group's borrowings and debt securities as at 30 September 2021 and 30 September 2020 were as follows:

	Type	Weighted average interest rate	As at 30 September 2021		Total RM'000
			Long term RM'000	Short term RM'000	
Secured					
Bank overdrafts	Floating	5.53%	-	3,393	3,393
Revolving credits	Floating	3.78%	23,875	89,650	113,525
Term loans	Floating	4.26%	231,862	41,825	273,687
			<u>255,737</u>	<u>134,868</u>	<u>390,605</u>
	Type	Weighted average interest rate	As at 30 September 2020		Total RM'000
Secured					
Bank overdrafts	Floating	5.51%	-	1,690	1,690
Revolving credits	Floating	3.82%	40,375	93,625	134,000
Term loans	Floating	4.22%	241,703	28,010	269,713
			<u>282,078</u>	<u>123,325</u>	<u>405,403</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.

B10. Material Litigation

As at the date of this report, the Group has the following material litigations:

- (a) 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 and thereafter referred the matter.

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The arbitration hearing commenced on 19 January 2021 with hearings in the months of February, March and September 2021. The arbitration hearing is expected to continue with hearing dates being scheduled up from 9 to 18 November 2021. Further hearing dates will be scheduled if required.

B11. Dividends Proposed

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

B12. Earnings per share

	Individual quarter ended		Cumulative quarter ended	
	30/9/21	30/9/20	30/9/21	30/9/20
	RM'000	RM'000	RM'000	RM'000
(Loss)/Profit for the period attributable to the ordinary equity holders of the Company	<u>(9,812)</u>	<u>22,732</u>	<u>(23,410)</u>	<u>28,859</u>
Weighted average number of ordinary shares excluding treasury shares and shares held by Employees' Share Trust Scheme ('000)	<u>601,391</u>	<u>546,836</u>	<u>590,747</u>	<u>545,928</u>
Basic earnings per share (sen) for : (Loss)/Profit for the period	<u>(1.63)</u>	<u>4.16</u>	<u>(3.96)</u>	<u>5.29</u>

The diluted earnings per share is not presented as the Company has no 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 November 2021**