

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2023**

	Individual quarter ended		Cumulative quarter ended	
	30/6/23	30/6/22	30/6/23	30/6/22
	RM'000	RM'000	RM'000	RM'000
Revenue	33,937	22,362	33,937	22,362
Cost of sales	(22,549)	(13,884)	(22,549)	(13,884)
Gross profit	<u>11,388</u>	<u>8,478</u>	<u>11,388</u>	<u>8,478</u>
Other income	1,264	1,192	1,264	1,192
Employee benefits expense	(5,150)	(5,230)	(5,150)	(5,230)
Depreciation and amortisation	(1,729)	(1,751)	(1,723)	(1,751)
Other expenses	(3,532)	(3,453)	(3,538)	(3,453)
Profit/(Loss) from operations	<u>2,242</u>	<u>(764)</u>	<u>2,242</u>	<u>(764)</u>
Finance costs	(2,272)	(2,460)	(2,272)	(2,460)
Other investing activities results	(91)	-	(91)	-
Share of results of jointly controlled entities	(2,275)	(2,434)	(2,275)	(2,434)
Loss before taxation	<u>(2,395)</u>	<u>(5,658)</u>	<u>(2,395)</u>	<u>(5,658)</u>
Taxation	(1,660)	(629)	(1,660)	(629)
Loss for the period	<u>(4,055)</u>	<u>(6,287)</u>	<u>(4,055)</u>	<u>(6,287)</u>
Other comprehensive income	-	-	-	-
Total comprehensive expense for the year	<u>(4,055)</u>	<u>(6,287)</u>	<u>(4,055)</u>	<u>(6,287)</u>
Loss attributable to :				
Equity holders of the Company	(2,302)	(4,358)	(2,302)	(4,358)
Non-controlling interests	(1,753)	(1,929)	(1,753)	(1,929)
	<u>(4,055)</u>	<u>(6,287)</u>	<u>(4,055)</u>	<u>(6,287)</u>
Total comprehensive expense attributable to :				
Equity holders of the Company	(2,302)	(4,358)	(2,302)	(4,358)
Non-controlling interests	(1,753)	(1,929)	(1,753)	(1,929)
	<u>(4,055)</u>	<u>(6,287)</u>	<u>(4,055)</u>	<u>(6,287)</u>
	sen	sen	sen	sen
Earnings per share attributable to equity holders of the Company: Basic	<u>(0.35)</u>	<u>(0.67)</u>	<u>(0.35)</u>	<u>(0.67)</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 2023 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 FINANCIAL PERIOD ENDED 30 JUNE 2023**

	Period ended 30/6/2023 RM'000	Period ended 30/6/2022 RM'000
Loss before tax	(2,395)	(5,658)
Adjustment for non-cash flow:-		
Depreciation and amortisation	1,723	1,751
Share of results of associates and jointly controlled entities	2,275	2,434
Allowance for doubtful debts	-	-
Reversal of Allowance for doubtful debts	-	-
Property, plant and equipment written off	-	-
Fair value adjustments on quoted investment	-	-
Loss on disposal of other investments	91	-
Gain on disposal of property, plant and equipment	-	-
Impairment loss on inventories	-	-
Reversal of impairment on land held for development	-	-
Gain on disposal of a subsidiary	-	-
Other non-operating items (which are investing and financing)	-	1
Operating loss before changes in working capital	<u>1,694</u>	<u>(1,472)</u>
Changes in working capital		
Net change in current assets	17,434	9,862
Net change in current liabilities	(2,034)	(7,322)
Land held for property development	(3,088)	(331)
Taxation paid	(3,153)	(3,756)
Net cash flows from operating activities	<u>10,852</u>	<u>(3,019)</u>
Investing Activities		
- Property, plant and equipment	-	(13)
- Investment properties	-	(16)
- Jointly controlled entities	(7,800)	(3,900)
- Dividends	-	-
- Acquisition of additional interest in a subsidiary	-	-
- Other investment	3	-
	<u>(7,797)</u>	<u>(3,929)</u>
Financing Activities		
- Bank borrowings	(10,484)	(24,789)
- Lease payment	(17)	(17)
- Proceeds from allotment of shares to third party	-	-
- Proceeds from private placement	-	-
- Dividends paid	-	-
- Uplift of deposits with licensed bank	-	-
	<u>(10,501)</u>	<u>(24,806)</u>
Net Change in Cash and Cash Equivalents	(7,446)	(31,754)
Cash and Cash Equivalents at beginning of the period	<u>111,921</u>	<u>165,251</u>
Cash and Cash Equivalents at end of the period	<u>104,475</u>	<u>133,497</u>
Analysis of cash and cash equivalents at end of the financial period:		
Cash and bank balances	57,631	34,632
Deposits with licensed financial institutions	<u>50,000</u>	<u>101,204</u>
	107,631	135,836
Less: Deposits pledged with licensed financial institutions	(1,540)	(2,044)
Bank overdrafts	<u>(1,616)</u>	<u>(295)</u>
	<u>104,475</u>	<u>133,497</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 2023 and the accompanying notes attached to the interim financial statements)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2023**

	Unaudited As at 30/6/23 RM'000	Audited As at 31/3/23 RM'000
ASSETS		
Non-current Assets		
Property, plant and equipment	14,358	14,360
Inventories - Land held for property development	302,713	299,625
Investment properties	173,948	175,654
Right-of-use assets	92	107
Land use rights	16	16
Goodwill	10,327	10,327
Investment in jointly controlled entities	293,688	288,235
Investment securities	2,085	2,179
Trade and other receivables	4,242	4,242
Other non-current assets	-	292
Deferred tax assets	41,820	41,616
	<u>843,289</u>	<u>836,653</u>
Current Assets		
Inventories - Property development costs	71,097	71,645
Inventories - Completed properties	70,864	87,350
Trade and other receivables	68,644	62,906
Contract cost assets	1,650	1,405
Other current assets	167	1,210
Contract assets	1,885	6,932
Tax recoverable	10,072	8,816
Cash and bank balances	107,631	115,377
	<u>332,010</u>	<u>355,641</u>
TOTAL ASSETS	<u>1,175,298</u>	<u>1,192,294</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	477,854	477,854
Treasury shares	(361)	(361)
Capital reserve	2,500	2,500
Other reserve	(32,689)	(32,689)
Retained profits	518,019	520,321
Shares held by ESTS Trust	(37,358)	(37,358)
Shareholders' equity	<u>927,965</u>	<u>930,267</u>
Non-controlling interests	(34,324)	(32,571)
Total equity	<u>893,641</u>	<u>897,696</u>
Non-current Liabilities		
Borrowings	124,038	134,723
Lease liabilities	26	52
Trade and other payables	19,034	19,306
Deferred tax liabilities	-	38
	<u>143,098</u>	<u>154,119</u>
Current Liabilities		
Trade and other payables	90,527	92,392
Other current liabilities	103	-
Borrowings	45,570	45,669
Lease liabilities	64	54
Current tax payable	2,296	2,364
	<u>138,559</u>	<u>140,479</u>
Total Liabilities	<u>281,657</u>	<u>294,598</u>
TOTAL EQUITY AND LIABILITIES	<u>1,175,298</u>	<u>1,192,294</u>
Net Assets per share attributable to Equity Holders of the Company (RM)	<u>1.42</u>	<u>1.42</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 2023 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 FINANCIAL PERIOD ENDED 30 JUNE 2023**

	-----Attributable to Equity Holders of the Company----->								
	<-----Non-distributable Reserves----->					Distributable			
	Share Capital RM'000	Treasury Shares RM'000	Capital Reserve RM'000	Other Reserve RM'000	Shares held by ESTS Trust RM'000	Retained Profits RM'000	Shareholders' Equity RM'000	Non-controlling Interests RM'000	Total Equity RM'000
3 months ended 30.6.2022									
Balance at 1 April 2022	477,854	(361)	2,500	(32,689)	(37,358)	591,669	1,001,615	(23,634)	977,981
Loss for the period	-	-	-	-	-	(4,358)	(4,358)	(1,929)	(6,287)
Balance at 30 June 2022	<u>477,854</u>	<u>(361)</u>	<u>2,500</u>	<u>(32,689)</u>	<u>(37,358)</u>	<u>587,311</u>	<u>997,257</u>	<u>(25,563)</u>	<u>971,694</u>
3 months ended 30.6.2023									
Balance at 1 April 2023	477,854	(361)	2,500	(32,689)	(37,358)	520,321	930,267	(32,571)	897,696
Loss for the period	-	-	-	-	-	(2,302)	(2,302)	(1,753)	(4,055)
Balance at 30 June 2023	<u>477,854</u>	<u>(361)</u>	<u>2,500</u>	<u>(32,689)</u>	<u>(37,358)</u>	<u>518,019</u>	<u>927,965</u>	<u>(34,324)</u>	<u>893,641</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 2023 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 financial period ended 30 June 2023

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 2023, 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 2023 as set out below:

Description

MFRS 17 : Insurance Contracts

Amendments to MFRS 4 : Extension of the Temporary Exemption from Applying MFRS 9

Amendments to MFRS 17 : Initial Application of MFRS 17 and MFRS 9 - Comparative Information

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

Amendments to MFRS 112 : International Tax Reform - Pillar Two Model Rules

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 January 2024:

Description

Amendments to MFRS 16: Lease Liability in a Sale and Leaseback

Amendments to MFRS 101: Non-current Liabilities with Covenants

Amendments to MFRS 107 and MFRS 7: Supplier Finance Arrangements

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 2023 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.

Unaudited Interim report for the financial period ended 30 June 2023

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 2023, 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

Business segments	<----- Period ended 30/6/2023 ----->				Total RM'000
	Property Development RM'000	Property Investment RM'000	Quarry & Construction RM'000	Other Operations RM'000	
Revenue	26,239	5,529	2,318	3,994	38,080
Less : Eliminations of inter-segment					(4,143)
Total revenue					<u>33,937</u>
Continuing operations					
Segment results from continuing operations	3,660	1,630	(165)	(1,409)	3,716
Head office expenses					<u>(1,474)</u>
Loss from operations					2,242
Finance costs					(2,272)
Other investing activities results					(91)
Share of results of jointly controlled entities					<u>(2,275)</u>
Loss before taxation					(2,395)
Taxation					(1,660)
Loss for the year					<u><u>(4,055)</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.

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Unaudited Interim report for the financial period ended 30 June 2023

A11. Subsequent Events

There were no material events from the current quarter ended 30 June 2023 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

There were no contingent assets and no material changes in contingent liabilities since the last financial year ended 31 March 2023.

ADDITIONAL INFORMATION AS REQUIRED BY APPENDIX 9B OF THE BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS.

B1. Review of Performance

	Individual quarter ended		Changes RM'000	Cumulative quarter ended		Changes RM'000
	30/6/23 RM'000	30/6/22 RM'000		30/6/23 RM'000	30/6/22 RM'000	
Revenue	33,937	22,362	11,575	33,937	22,362	11,575
Gross profit	11,388	8,478	2,910	11,388	8,478	2,910
Share of results of jointly controlled entities	(2,275)	(2,434)	159	(2,275)	(2,434)	159
Loss before tax	(2,395)	(5,658)	3,263	(2,395)	(5,658)	3,263
Loss after tax	(4,055)	(6,287)	2,232	(4,055)	(6,287)	2,232
Loss attributable to equity holders of the Company	(2,302)	(4,358)	2,056	(2,302)	(4,358)	2,056

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

The main contributors to the revenue of the Group for the period under review are Union Suites @ Bandar Sunway, Amanjaya @ Sungai Petani and Tijani Raja Dewa projects.

For the quarter ended 30 June 2023, the Group reported a revenue of RM33.94 million, which is RM11.58 million higher than the preceding year's corresponding quarter. The increase in revenue was contributed mainly from Union Suites @ Bandar Sunway and higher progress revenue recognised in Amanjaya, Sungai Petani during the current quarter.

The increase in gross profit was in line with the increase in revenue in the current quarter.

The Group recorded loss after tax of RM4.06 million in the current quarter, which is RM2.23 million lower compared to the preceding year's corresponding quarter. The reduction can be attributed to a rise in gross profit, driven by increased revenue, despite a slight decline in the gross profit margin.

SYMPHONY LIFE BERHAD

(Company No. 196401000264 (5572-H))

(Incorporated in Malaysia)

Unaudited Interim report for the financial period ended 30 June 2023

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

	Individual quarter ended		Changes RM'000
	30/6/23 RM'000	31/3/23 RM'000	
Revenue	33,937	35,555	(1,618)
Gross profit	11,388	10,139	1,249
Share of results of jointly controlled entities	(2,275)	17,969	(20,244)
Loss before tax	(2,395)	(61,207)	58,812
Loss after tax	(4,055)	(66,478)	62,423
Loss attributable to equity holders of the Company	(2,302)	(62,567)	60,265

The Group reported lower revenue and gross profit for the current quarter compared to the preceding quarter mainly due to higher contribution from Union Suites @ Bandar Sunway project in the preceding quarter.

Higher share of losses from jointly controlled entities for the current quarter mainly due to lower sales achieved in Star Residences and cost saving from building works in Star Residences project after finalization of account in the preceding quarter.

The Group recorded loss after tax of RM4.06 million for the current quarter compared to RM66.48 million for preceding quarter mainly due to provision of impairment losses on receivable of RM75 million and cushioned by higher share of profit from jointly controlled entities in the preceding quarter.

B3. Current Year Prospects

The financial year ending 31 March 2024 is expected to remain tough and challenging due to the uncertainties of the global economic outlook and Malaysia's economic recovery. Inflationary pressure, labour shortage, geopolitical conflicts and continued monetary policy tightening will likely create headwinds for the Malaysia property market.

The property sector is expected to benefit from the provision of a RM2 billion guarantee through the Housing Credit Guarantee Scheme to facilitate loans for those without proof of steady income and 100% stamp duty exemption for first-time homeowners of properties priced RM500,000 and below through the Keluarga Malaysia Home Ownership Initiative (i-MILIKI) from June 2022 till December 2023. The introduction of the RPGT waiver for property disposal from the sixth year onwards will also be a boon for stimulating property upgrades.

The Group is actively exploring new avenues for growth, including its landbank business strategy for future developments. During this quarter, the group has successfully reduced its inventory of unsold stocks and the group is confidently poised to achieve an even more reduction in this number through continued strategic efforts and proactive measures.

The Group will persist in implementing cost-efficient measures, especially in the environment where shortage of labour and supply chain disruption have resulted in price escalation of construction materials. Additionally, the Group will continue to monitor potential risks, particularly on consumer sentiment amid the ongoing global economic uncertainty.

Furthermore, the Group is committed to establish a brand differentiation in customer service experiences, quality build and design innovation.

SYMPHONY LIFE BERHAD

(Company No. 196401000264 (5572-H))

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Unaudited Interim report for the financial period ended 30 June 2023

B4. Profit Forecast/Profit Guarantee

Not applicable

B5. Profit Before Tax

	Individual quarter ended 30/6/23 RM'000	Cumulative quarter ended 30/6/23 RM'000
Loss before tax is arrived at after charging/(crediting):-		
Depreciation and amortisation	1,729	1,729
Interest income	(175)	(175)
Dividend income	-	-
Interest expenses	2,272	2,272
Allowance for doubtful debts	-	-
Allowance for doubtful debts no longer required	-	-
Bad debts written off	-	-
Impairment loss on inventories	-	-
Impairment loss on other receivables	-	-
Inventories written off	-	-
(Gain)/Loss 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	-	-
	<hr/>	<hr/>
Included in other investing results were :-		
- Gain on disposal of investment securities	-	-
- Loss on disposal of other investments	-	-
- Fair value adjustment of investment securities	-	-
- Fair value adjustment of unquoted investment	-	-
	<hr/>	<hr/>

B6. Taxation

Taxation comprises the following :-

	Individual quarter ended 30/6/23 RM'000	Cumulative quarter ended 30/6/23 RM'000
Current taxation	1,679	1,679
Deferred taxation	(92)	(92)
Share of tax of jointly controlled entities	73	73
	<hr/>	<hr/>
	1,660	1,660

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 purpose and losses from some subsidiaries which cannot be off-set against taxable profits of other subsidiaries.

SYMPHONY LIFE BERHAD

(Company No. 196401000264 (5572-H))

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Unaudited Interim report for the financial period ended 30 June 2023**B7. Status of Corporate Proposals**

- (a) On 20 April 2023, Symphony Estates Sdn. Bhd. ("SESB") as purchaser, a wholly-owned subsidiary of SymLife and HTP Utama Sdn. Bhd. ("HTP") as vendor entered into a Share Sale Agreement ("SSA") in relation to acquire 62,500 ordinary shares in Vistayu Sdn. Bhd. ("VSB"), representing 25% of the total issued and paid-up share capital of the company.

The parties agreed that the total consideration for the sale and purchase of Sale Shares in the sum of RM7,213,000 ("Purchase Consideration").

SESB has made and paid the total deposit sum of RM216,390, being 3% of the consideration to the solicitors as stakeholders for the purpose of meeting the liabilities under the Real Property Gains Tax Act 1976 and the balance deposit of RM1,947,510 to HTP being

The balance consideration of RM5,049,100 will be made on the completion date after fulfilment of the conditions precedent within three (3) months from the date of SSA or such date as the parties may mutually agreed in writing.

HTP has agreed to extend the CP for another 3 months from 19 July 2023 to 18 October 2023.

SESB shall procure VSB to repay shareholders' loan from HTP amounting to RM2,446,000 on the completion date.

The Proposed Shares Acquisition is currently pending fulfilment of the Conditions Precedent of the SSA.

- (b) On 10 July 2023, the Company announced that the Joint Venture Settlement between Symphony Estates Sdn Bhd, a wholly-owned subsidiary of SymLife, Mobuild Sdn Bhd and Brilliant Armada Sdn Bhd has been completed.

B8. Group Borrowings and Debt Securities

The Group's borrowings and debt securities as at 30 June 2023 and 30 June 2022 were as follows:

	Type	Weighted average interest rate	As at 30 June 2023		Total RM'000
			Long term RM'000	Short term RM'000	
Secured					
Bank overdrafts	Floating	5.72%	-	1,616	1,616
Revolving credits	Floating	5.33%	17,000	20,000	37,000
Term loans	Floating	5.56%	107,038	23,953	130,991
			<u>124,038</u>	<u>45,570</u>	<u>169,608</u>
	Type	Weighted average interest rate	As at 30 June 2022		Total RM'000
			Long term RM'000	Short term RM'000	
Secured					
Bank overdrafts	Floating	4.72%	-	295	295
Revolving credits	Floating	3.85%	20,000	26,250	46,250
Term loans	Floating	4.47%	132,836	36,176	169,012
			<u>152,836</u>	<u>62,721</u>	<u>215,557</u>

All borrowings are denominated in Ringgit Malaysia.

SYMPHONY LIFE BERHAD

(Company No. 196401000264 (5572-H))

(Incorporated in Malaysia)

Unaudited Interim report for the financial period ended 30 June 2023

B9. Trade and other receivables

	As at 30/6/23 RM'000	As at 30/6/22 RM'000
Non-current		
Trade receivables	-	2,500
Other receivables	4,242	4,164
	<hr/>	<hr/>
Current		
Trade receivables	66,104	76,548
Less: Allowance for impairment losses	(5,592)	(5,592)
	<hr/>	<hr/>
	60,512	70,956
	<hr/>	<hr/>
Other receivables	8,131	79,490
	<hr/>	<hr/>

B10. Off Balance Sheet Financial Instruments

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

B11. 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 to arbitration.

SYMPHONY LIFE BERHAD

(Company No. 196401000264 (5572-H))

(Incorporated in Malaysia)

Unaudited Interim report for the financial period ended 30 June 2023

The arbitration hearing commenced on 19 January 2021 with hearings in the months of February, March and September 2021. The final arbitration hearing date fixed on 8 March 2022 has been postponed to 30 May 2022. The arbitration hearing concluded on 30 May 2022. The parties have been directed by the arbitrator to file their respective written submission on scheduled dates and the award was expected to be published in the first quarter of 2023. To date, the arbitrator has not indicated date of publication of the award.

- (b) Symphony ORIC Development Sdn. Bhd. ("SODSB"), a wholly-owned subsidiary of SymLife has on 7 February 2023 via the Notice of Termination, terminated the Joint Development Agreement ("JDA") dated 28 April 2021 with Open Road Asia Sdn. Bhd. ("ORA" or "1st Defendant") due to failure by ORA to fulfil the Conditions Precedent as per the terms of the JDA within the extended Conditional Period.

The JDA is for the proposed joint development of residential condominiums provisionally comprising of 906 parcels ("the Proposed Joint Development") to be erected on approximately ten acres of freehold land, which forms part of all that piece of leasehold land held under H.S. (D) 270, P.T. 1446, Mukim of Ulu Melaka, Daerah of Langkawi, Kedah together with a piece of state government land to be alienated measuring approximately 19.95 acres, tentatively known as "Open Road International Circuit and Integrated Resorts" ("ORIC"). Upon execution of the JDA, SODSB has made and paid an aggregate sum of RM75,000,000 as deposit for the proposed Joint Development.

ORA had procured its Directors, Madam Goh Poo Eng (NRIC No. 550406-05-5324) ["2nd Defendant"] and Encik Roslizan bin Nekmat (NRIC No. 660211-01-5557) ["3rd Defendant"] to execute and deliver the Form of Guarantee and Indemnity dated 28 April 2021 in respect of the JDA for the purpose of inter alia, to guarantee the refund of the Deposit from ORA in the event the Conditions Precedent are not fulfilled.

Following the termination, SODSB has on 31 March 2023 filed the Writ of Summons and Statement of Claim at the High Court of Malaya at Shah Alam claiming, amongst others the followings: -

- (a) as against the 1st Defendant, 2nd Defendant and 3rd Defendant, jointly and severally to refund the deposit of RM75,000,000 to SODSB;
- (b) as against the 1st Defendant to compensate SODSB a sum of RM75,000,000 as agreed liquidated damages ("Agreed Liquidated Damages");
- (c) as against the 2nd and 3rd Defendant, to pay the contractual interest rate of 8% per annum on the Deposit commencing from 28 March 2023 up to the date of full settlement/payment of the Deposit;
- (d) as against the 2nd and 3rd Defendant, to pay the judgement interest of 5% per annum on the Deposit from judgement date up to the date of full settlement/payment of the Deposit;
- (e) as against the 1st Defendant to pay the judgement interest on the Deposit and Agreed Liquidated Damages of RM150,000,000 of 5% per annum from judgement date up to the date of full settlement/payment of the sum claimed;
- (f) Cost of the action; and
- (g) Such further and/or other relief as the High Court deems fit and proper to grant.

The Defendants have since entered appearance and file the Defence and Counter Claim on 19 June 2023 and SODSB has filed the Reply and Defence To Counter Claim on 14 August 2023. The case is still under case management and full trial dates have not been fixed.

B12. Dividends Proposed

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

SYMPHONY LIFE BERHAD

(Company No. 196401000264 (5572-H))

(Incorporated in Malaysia)

Unaudited Interim report for the financial period ended 30 June 2023**B13. Losses per share**

	Individual quarter ended		Cumulative quarter ended	
	30/6/23 RM'000	30/6/22 RM'000	30/6/23 RM'000	30/6/22 RM'000
Loss for the period attributable to the ordinary equity holders of the Company	<u>(2,302)</u>	<u>(4,358)</u>	<u>(2,302)</u>	<u>(4,358)</u>
Weighted average number of ordinary shares excluding treasury shares and shares held by Employees' Share Trust Scheme ('000)	<u>655,176</u>	<u>655,176</u>	<u>655,176</u>	<u>655,176</u>
Basic Losses per share (sen) for : - basic, Loss for the period	<u>(0.35)</u>	<u>(0.67)</u>	<u>(0.35)</u>	<u>(0.67)</u>

The diluted losses 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: 29 August 2023