

SYMPHONY LIFE BERHAD

(Company No. 196401000264 (5572-H))

(Incorporated in Malaysia)

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

	Individual quarter ended		Cumulative quarter ended	
	30/9/23 RM'000	30/9/22 RM'000	30/9/23 RM'000	30/9/22 RM'000
Revenue	16,826	27,269	50,763	49,631
Cost of sales	(6,888)	(17,461)	(29,437)	(31,345)
Gross profit	<u>9,938</u>	<u>9,808</u>	<u>21,326</u>	<u>18,286</u>
Other income	1,036	2,158	2,300	3,350
Employee benefits expense	(4,539)	(5,568)	(9,689)	(10,798)
Depreciation and amortisation	(1,736)	(1,733)	(3,459)	(3,484)
Other expenses	(3,450)	(5,624)	(6,988)	(9,077)
Profit/(Loss) from operations	<u>1,249</u>	<u>(959)</u>	<u>3,490</u>	<u>(1,723)</u>
Finance costs	(2,455)	(2,072)	(4,727)	(4,532)
Other investing activities results	-	-	(91)	-
Share of results of jointly controlled entities	1,309	(3,123)	(966)	(5,557)
Profit/(Loss) before taxation	<u>103</u>	<u>(6,154)</u>	<u>(2,294)</u>	<u>(11,812)</u>
Taxation	(750)	(935)	(2,410)	(1,564)
Loss for the period	<u>(647)</u>	<u>(7,089)</u>	<u>(4,704)</u>	<u>(13,376)</u>
Other comprehensive income	-	-	-	-
Total comprehensive loss for the period	<u>(647)</u>	<u>(7,089)</u>	<u>(4,704)</u>	<u>(13,376)</u>
Profit/(Loss) attributable to :				
Equity holders of the Company	1,285	(5,745)	(1,019)	(10,103)
Non-controlling interests	(1,932)	(1,344)	(3,685)	(3,273)
	<u>(647)</u>	<u>(7,089)</u>	<u>(4,704)</u>	<u>(13,376)</u>
Total comprehensive income/(loss) attributable to :				
Equity holders of the Company	1,285	(5,745)	(1,019)	(10,103)
Non-controlling interests	(1,932)	(1,344)	(3,685)	(3,273)
	<u>(647)</u>	<u>(7,089)</u>	<u>(4,704)</u>	<u>(13,376)</u>
	sen	sen	sen	sen
Earnings/(Losses) per share attributable to equity holders of the Company:				
Basic	<u>0.20</u>	<u>(0.88)</u>	<u>(0.16)</u>	<u>(1.54)</u>

(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)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2023

	Unaudited As at 30/9/23 RM'000	Audited As at 31/3/23 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	14,098	14,360
Inventories - Land held for property development	304,639	299,625
Investment properties	172,537	175,654
Right-of-use assets	75	107
Land use rights	16	16
Goodwill	10,327	10,327
Investment in jointly controlled entities	302,769	288,235
Investment securities	2,085	2,179
Trade and other receivables	4,242	4,242
Other non-current assets	-	292
Deferred tax assets	41,963	41,616
	<u>852,751</u>	<u>836,653</u>
Current assets		
Inventories - Property development costs	71,431	71,645
Inventories - Completed properties	63,754	87,350
Trade and other receivables	49,182	62,906
Contract cost assets	1,650	1,405
Other current assets	2,353	1,210
Contract assets	1,919	6,932
Tax recoverable	7,426	8,816
Short-term investments	50,924	-
Cash and bank balances	66,481	115,377
	<u>315,120</u>	<u>355,641</u>
TOTAL ASSETS	<u>1,167,871</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	519,302	520,321
Shares held by ESTS Trust	(37,358)	(37,358)
Shareholders' equity	<u>929,248</u>	<u>930,267</u>
Non-controlling interests	(36,256)	(32,571)
Total equity	<u>892,992</u>	<u>897,696</u>
Non-current liabilities		
Borrowings	123,822	134,723
Lease liabilities	15	52
Trade and other payables	15,747	19,306
Deferred tax liabilities	-	38
	<u>139,584</u>	<u>154,119</u>
Current liabilities		
Trade and other payables	86,979	92,392
Other current liabilities	116	-
Borrowings	47,917	45,669
Lease liabilities	60	54
Current tax payable	223	2,364
	<u>135,295</u>	<u>140,479</u>
Total liabilities	<u>274,879</u>	<u>294,598</u>
TOTAL EQUITY AND LIABILITIES	<u>1,167,871</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 SEPTEMBER 2023**

	←-----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 30.9.2022</u>									
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	-	-	-	-	-	(10,103)	(10,103)	(3,273)	(13,376)
Balance at 30 September 2022	<u>477,854</u>	<u>(361)</u>	<u>2,500</u>	<u>(32,689)</u>	<u>(37,358)</u>	<u>581,566</u>	<u>991,512</u>	<u>(26,907)</u>	<u>964,605</u>
<u>6 months ended 30.9.2023</u>									
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	-	-	-	-	-	(1,019)	(1,019)	(3,685)	(4,704)
Balance at 30 September 2023	<u>477,854</u>	<u>(361)</u>	<u>2,500</u>	<u>(32,689)</u>	<u>(37,358)</u>	<u>519,302</u>	<u>929,248</u>	<u>(36,256)</u>	<u>892,992</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 CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2023

	Period ended 30/9/2023 RM'000	Period ended 30/9/2022 RM'000
Loss before tax	(2,294)	(11,812)
Adjustment for non-cash flow:-		
Allowance for expected credit losses	-	2,500
Depreciation and amortisation	3,459	3,484
Loss on disposal of other investments	91	-
Share of results of jointly controlled entities	966	5,557
Write back of allowance for expected credit losses	-	(23)
Other non-operating items (which are investing and financing)	-	3
Operating profit/(loss) before changes in working capital	<u>2,222</u>	<u>(291)</u>
Changes in working capital		
Net change in current assets	41,451	30,681
Net change in current liabilities	(8,856)	(9,734)
Land held for property development	(5,014)	(516)
Taxation paid	<u>(3,546)</u>	<u>(4,820)</u>
Net cash flows from operating activities	<u>26,257</u>	<u>15,320</u>
Investing Activities		
- Property, plant and equipment	-	(54)
- Investment properties	(48)	(412)
- Jointly controlled entities	(15,500)	(10,300)
- Short-term investments		
- Other investments	3	-
	<u>(15,545)</u>	<u>(10,766)</u>
Financing Activities		
- Bank borrowings	(7,780)	(30,564)
- Lease payment	(31)	(33)
	<u>(7,811)</u>	<u>(30,597)</u>
Net Change in Cash and Cash Equivalents	2,901	(26,043)
Cash and Cash Equivalents at beginning of the period	111,921	165,251
Cash and Cash Equivalents at end of the period	<u>114,822</u>	<u>139,208</u>
Analysis of cash and cash equivalents at end of the financial period:		
Short-term investments	50,924	-
Cash and bank balances	16,481	37,019
Deposits with licensed financial institutions	50,000	105,205
	<u>117,405</u>	<u>142,224</u>
Less: Deposits pledged with licensed financial institutions	(1,540)	(2,045)
Bank overdrafts	(1,043)	(971)
	<u>114,822</u>	<u>139,208</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)

SYMPHONY LIFE BERHAD

(Company No. 196401000264 (5572-H))

(Incorporated in Malaysia)

Unaudited interim report for the financial period ended 30 September 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 for annual periods beginning on or after 1 January 2025:**Description**

Amendments to MFRS 121: Lack of Exchangeability

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.

A6. Changes in estimates

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

SYMPHONY LIFE BERHAD

(Company No. 196401000264 (5572-H))

(Incorporated in Malaysia)

Unaudited interim report for the financial period ended 30 September 2023**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 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

<----- Period ended 30/9/2023 ----->

Business segments	Property				Total RM'000
	Property Development RM'000	Investment and Management RM'000	Construction RM'000	Other Operations RM'000	
Revenue	39,940	11,144	6,618	3,481	61,183
Less : Eliminations of inter-segment					(10,420)
Total revenue					<u>50,763</u>
Continuing operations					
Segment results from continuing operations	5,402	3,575	(167)	(2,477)	6,333
Head office expenses					(2,843)
Profit from operations					3,490
Finance costs					(4,727)
Other investing activities results					(91)
Share of results of jointly controlled entities					(966)
Loss before taxation					(2,294)
Taxation					(2,410)
Loss for the year					<u>(4,704)</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 from the current quarter ended 30 September 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.

SYMPHONY LIFE BERHAD

(Company No. 196401000264 (5572-H))

(Incorporated in Malaysia)

Unaudited interim report for the financial period ended 30 September 2023**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		
	30/9/23 RM'000	30/9/22 RM'000	Changes RM'000	30/9/23 RM'000	30/9/22 RM'000	Changes RM'000
Revenue	16,826	27,269	(10,443)	50,763	49,631	1,132
Gross profit	9,938	9,808	130	21,326	18,286	3,040
Share of results of jointly controlled entities	1,309	(3,123)	4,432	(966)	(5,557)	4,591
Profit/(Loss) before tax	103	(6,154)	6,257	(2,294)	(11,812)	9,518
Loss after tax	(647)	(7,089)	6,442	(4,704)	(13,376)	8,672
Profit/(Loss) attributable to equity holders of the Company	1,285	(5,745)	7,030	(1,019)	(10,103)	9,084

(a) 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 and Amanjaya @ Sungai Petani projects.

For the quarter ended 30 September 2023, the Group reported a revenue of RM16.83 million, which was RM10.44 million lower than the preceding year's corresponding quarter. The decrease in revenue was due to lower contribution from the property development segment. The Group recorded lower sales of completed properties for its Union Suites @ Bandar Sunway and Tijani Raja Dewa projects despite higher progress of construction recognised for Amanjaya @ Sungai Petani during the current quarter.

The Group recorded loss after tax of RM0.65 million during the current quarter, which is RM6.44 million lower compared to the preceding year's corresponding quarter due to higher profit margin from sale of completed properties, lower administrative expenses and share of profit from jointly controlled entities.

(b) Performance of Current Year to Date Compared to the Preceding Year to Date

For the 6-month period ended 30 September 2023, the Group reported a revenue of RM50.76 million, which was RM1.13 million higher than the preceding year's 6-month period ended 30 September 2022. The increase in revenue was attributed to higher contribution from the property investment and management segment.

The Group recorded loss after tax of RM4.70 million, which is RM8.67 million lower compared to the preceding year due to higher rental income, higher profit margin from sale of completed properties, lower administrative expenses and lower share of losses of jointly controlled entities.

SYMPHONY LIFE BERHAD

(Company No. 196401000264 (5572-H))

(Incorporated in Malaysia)

Unaudited interim report for the financial period ended 30 September 2023**B2. Material Changes in the Quarterly Results as Compared to the Immediate Preceding Quarter**

	Individual quarter ended		Changes
	30/9/23	30/6/23	
	RM'000	RM'000	RM'000
Revenue	16,826	33,937	(17,111)
Gross profit	9,938	11,388	(1,450)
Share of results of jointly controlled entities	1,309	(2,275)	3,584
Profit/(Loss) before tax	103	(2,395)	2,498
Loss after tax	(647)	(4,055)	3,408
Profit/(Loss) attributable to equity holders of the Company	1,285	(2,302)	3,587

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

The Group recorded loss after tax of RM0.65 million for the current quarter compared to RM4.06 million for preceding quarter mainly due to higher share of results of jointly controlled entities.

B3. Current Year Prospects

The Group expects financial year ending 31 March 2024 ("FYE 2024") to remain tough and challenging due to the uncertainties of the global economic outlook and Malaysia's economic recovery caused by rising Inflation and interest rates, labour shortage and geopolitical conflicts which are likely to 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 procurement of loans for those without proof of steady income and a 100% stamp duty exemption for first-time homeowners for 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 Real Property Gains Tax waiver for property disposal from the sixth year onwards has been a boon for stimulating property upgrades.

The Group remains in an expansive phase, where it has diligently explored and pinpointed emerging avenues for growth. One such area is launching new projects in our upcoming property pipeline while continuously assessing the best use of our remaining landbanks. In the current quarter under review, the Group has managed to further reduce the number of its completed properties held through effective marketing collaborations. The Group is poised to achieve further reduction in the number of its unsold stocks through its continued strategic efforts and proactive measures.

The Group will continue to focus in achieving cost efficiencies, especially in an environment where shortage of labour and supply chain disruption caused by geopolitical conflicts have caused escalation in prices of construction and building materials. Additionally, the Group will continue to monitor potential risks, more particularly on consumer sentiment amid the ongoing global economy uncertainty. The Group is also committed to establish a brand differentiation in terms of customer service experience, quality of build and design innovation.

Source : <https://www.kpkt.gov.my/index.php/announcements/view/98>

SYMPHONY LIFE BERHAD

(Company No. 196401000264 (5572-H))

(Incorporated in Malaysia)

Unaudited interim report for the financial period ended 30 September 2023**B4. Profit Forecast/Profit Guarantee**

Not applicable

B5. Profit Before Tax

	Individual quarter ended 30/9/23 RM'000	Cumulative quarter ended 30/9/23 RM'000
Profit/(Loss) before tax is arrived at after charging/(crediting):-		
Depreciation and amortisation	1,736	3,459
Fair value gain on short-term investments	(463)	(924)
Interest expenses	2,455	4,727
Unwinding/(Reversal of) unwinding of deferred income	13	(159)
	<hr/>	<hr/>
Included in other investing results were:-		
- Loss on disposal of other investments	-	91
	<hr/>	<hr/>

B6. Taxation

Taxation comprises the following :-

	Individual quarter ended 30/9/23 RM'000	Cumulative quarter ended 30/9/23 RM'000
Current taxation	801	2,795
Deferred taxation	(51)	(385)
	<hr/>	<hr/>
	750	2,410
	<hr/>	<hr/>

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))

(Incorporated in Malaysia)

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

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 acquisition of 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 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, cumulatively being 30% of the Purchase Consideration.

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 Conditions Precedent were fulfilled on 18 October 2023 and the SSA was completed on 2 November 2023.

B8. Group Borrowings and Debt Securities

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

	Type	Weighted average interest rate	As at 30 September 2023		
			Long term RM'000	Short term RM'000	Total RM'000
Secured					
Bank overdrafts	Floating	5.72%	-	1,043	1,043
Revolving credits	Floating	5.57%	17,000	31,000	48,000
Term loans	Floating	5.91%	106,822	15,874	122,696
			<u>123,822</u>	<u>47,917</u>	<u>171,739</u>
As at 30 September 2022					
	Type	Weighted average interest rate	Long term RM'000	Short term RM'000	Total RM'000
Secured					
Bank overdrafts	Floating	4.95%	-	971	971
Revolving credits	Floating	4.15%	20,000	31,375	51,375
Term loans	Floating	4.93%	125,936	32,176	158,112
			<u>145,936</u>	<u>64,522</u>	<u>210,458</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 September 2023**B9. Trade and other receivables**

	As at 30/9/23 RM'000	As at 30/9/22 RM'000
Non-current		
Other receivables	4,242	4,164
Current		
Trade receivables	46,496	69,980
Less: Allowance for impairment losses	(5,647)	(10,171)
	<u>40,849</u>	<u>59,809</u>
Other receivables	8,333	80,266

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 September 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: -

- (i) as against the 1st Defendant, 2nd Defendant and 3rd Defendant, jointly and severally to refund the deposit of RM75,000,000 to SODSB;
- (ii) as against the 1st Defendant to compensate SODSB a sum of RM75,000,000 as agreed liquidated damages ("Agreed Liquidated Damages");
- (iii) 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;
- (iv) 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;
- (v) 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;
- (vi) Cost of the action; and
- (vii) 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. On 18 August 2023, SODSB has filed a summary judgment application and the application is fixed for hearing on 23 November 2023. The Court decided that there were issues to be tried and dismissed the summary judgment application with costs on 23 November 2023. The matter is now fixed for case management on 7 December 2023.

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 September 2023**B13. Earnings per share**

	Individual quarter ended		Cumulative quarter ended	
	30/9/23	30/9/22	30/9/23	30/9/22
	RM'000	RM'000	RM'000	RM'000
Profit/(Loss) for the period attributable to the ordinary equity holders of the Company	<u>1,285</u>	<u>(5,745)</u>	<u>(1,019)</u>	<u>(10,103)</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 earnings per share (sen) for : Profit/(Loss) for the period	<u>0.20</u>	<u>(0.88)</u>	<u>(0.16)</u>	<u>(1.54)</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.

By Order of the Board
ALAN CHAN CHEE MING
SOO YIN KHENG
Secretaries

Petaling Jaya, Selangor
Date: 29 November 2023