

OTHERS VARIANCE OF UNAUDITED RESULTS AS ANNOUNCED ON 23 OCTOBER 2019 AND THE AUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2019

TMC LIFE SCIENCES BERHAD

Type	Announcement
Subject	OTHERS
Description	VARIANCE OF UNAUDITED RESULTS AS ANNOUNCED ON 23 OCTOBER 2019 AND THE AUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2019

1. INTRODUCTION

The Board of Directors of the Company wishes to announce that the Company had on 24 October 2019 submitted its unaudited results for the year ended 31 August 2019 ("4Q FYE 2019") to Bursa Malaysia Securities Berhad ("Bursa Securities").

2. DEVIATION BETWEEN UNAUDITED RESULTS AND THE AUDITED RESULTS

In compliance with Paragraph 9.19(35) of the Main Market Listing Requirements of Bursa Securities, the Company wishes to inform that the deviation in results of more than 10% between the profit after tax attributable to owners of the Company as announced in 4Q FYE 2019 results on 24 October 2019 and the audited financial statements for the financial year ended 31 August 2019 ("AFS 2019") was mainly due to the accounting for additional deferred tax liability that arose due to the change in the rate of Real Property Gains Tax from 5% to 10%. The deviation is reconciled and explained as below:

	Group		Variance	
	4Q FYE 2019	AFS 2019	Amount	Percentage
	RM'000	RM'000	RM'000	%
Profit attributable to:				
Owners of the Company	28,096	20,919	7,177	26%

Total comprehensive income

attributable to:

Owners of the Company	28,093	20,916	7,177	26%
-----------------------	--------	--------	-------	-----

Reconciliation of deviation

Group

RM'000

Profits attributable to owners of the Company

as per 4Q FYE 2019	28,096
--------------------	--------

Additional deferred tax liability	(7,177)
-----------------------------------	---------

Profits attributable to owners of the Company

as per AFS 2019 (Audited) 20,919

Total comprehensive income attributable to

owners of the Company as per 4Q FYE 2019 28,093

Additional deferred tax liability (7,177)

Total comprehensive income attributable to

owners of the Company as per AFS 2019 (Audited) 20,916

The Group completed the acquisition of BB Waterfront Sdn. Bhd. ("BBWF") in June 2015. The acquisition of BBWF was accounted for as an acquisition of business in accordance with the requirements of MFRS 3. At the Group level, the freehold land of BBWF was measured at fair value and a corresponding deferred tax liability was recorded to account for the difference between the fair value and the book value. The deferred tax liability was computed using the Real Property Gains Tax Rate of 5%.

The variance above is solely due to accounting for additional deferred tax liability that arose due to the change in the rate of Real Property Gains Tax from 5% to 10%. The Board was informed by our external auditors in December 2019 of the requirements to make this adjustment.

This adjustment is made to comply with the requirements of MFRS 112. It has no impact on the Group's business operations, cash flows and the ability to distribute dividends.

This announcement is dated 18 December 2019.

Please refer attachment below.

Attachments

[TMCLS 19 AFS.pdf](#)
171.2 kB

Announcement Info

Company Name	TMC LIFE SCIENCES BERHAD
Stock Name	TMCLIFE
Date Announced	18 Dec 2019
Category	General Announcement for PLC
Reference Number	GA1-17122019-00077