

Notes to the **Financial Statements**

As at 31 March 2019

**30. DEFERRED TAX (CONT'D.)**

**Deferred tax liabilities/(assets) of the Company:**

	<b>Accelerated capital allowances RM'000</b>	<b>Provision for liabilities RM'000</b>	<b>Total RM'000</b>
At 1 April 2017	6,505	(226)	6,279
Recognised in profit or loss	(149)	(64)	(213)
At 31 March 2018	6,356	(290)	6,066
Recognised in profit or loss	(117)	(92)	(209)
At 31 March 2019	6,239	(382)	5,857

Deferred tax assets have not been recognised in respect of the following items:

	<b>Group 2019 RM'000</b>	<b>2018 RM'000</b>
Unutilised tax losses	67,371	63,255
Unabsorbed capital allowances	31,424	28,114
Unabsorbed reinvestment allowances	1,528	183
	100,323	91,552

The unabsorbed capital allowances of the Group are available indefinitely against future taxable profit of the respective entities within the Group subject to no substantial changes in shareholdings of those entities under the Income Tax Act, 1967 and guidelines issued by the tax authority. Deferred tax assets have not been recognised in respect of these items as they may not be used to offset taxable profit of other entities in the Group and they have arisen in entities that have a recent history of losses.

Effective from year of assessment 2019 as announced in the Malaysia Annual Budget 2019, the unutilised tax losses of the Group as at 31 March 2019 and thereafter will only be available for carry forward for a period of 7 consecutive years. Upon expiry of the 7 years, the unutilised tax losses will be disregarded.

Deferred tax assets have not been recognised in respect of these items as they may not be used to offset taxable profit of other entities in the Group and they have arisen in entities that have a recent history of losses.