

29 June 2020

Longevity Group Australia Ltd

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Changed tax treatment for the period ending 30 June 2019

Longevity Group Australia Ltd (Longevity) have been advised of a change to the tax treatment adopted for the sale of business assets in the financial statements for 30 June 2019. This changed tax treatment has resulted in a reduction to the after-tax profits from discontinued operations reported at 30 June 2019 of approximately \$4 million.

The tax estimates provided for in the 30 June 2019 financial statements were based on specialist external tax advice received at the time. However, upon preparation and finalisation of the tax return for the year ended 30 June 2019, the tax treatment and estimates accounted for were found to be inconsistent with the required tax treatment for the specific treatment of the sale of The Mornington Retirement Village assets.

As such the profit from discontinued operations and the balance sheet at 30 June 2019 will need to be re-cast for the 2020 Annual Report to account for this variance. The impact on the net assets position of Longevity is a reduction of \$4 million.

Ends.