



Notes to the consolidated financial statements (continued)

for the year ended 31 March 2019

	2019 ZAR'm	2018 ZAR'm
9. Taxation (continued)		
Reconciliation of taxation		
Taxation at statutory rate of 28%	699	1 749
Adjusted for:		
Non-deductible expenses	354	274
Empowerment transaction	718	-
Intercompany and related party dividends	11	13
Initial recognition of prior year taxes	(30)	110
Non-taxable income	(197)	(72)
Temporary differences not provided for*	887	1 287
Foreign withholding taxes	1 182	261
Tax adjustment for foreign taxation rates	118	61
Tax attributable to equity-accounted earnings	31	26
Taxation provided in income statement	3 773	3 709

* Relates to unrecognised assessed tax losses in the Rest of Africa segment.

10. Deferred taxation

Reconciliation of deferred tax asset

At beginning of year	863	1 090
Credited/(Charged) to income statement	545	(321)
(Charged)/Credited to other comprehensive income	(560)	152
Disposal of subsidiaries and business	-	(31)
Foreign exchange effects	26	(27)
	874	863



Notes to the consolidated financial statements (continued)

for the year ended 31 March 2019

2019
ZAR'm

2018
ZAR'm

10. Deferred taxation (continued)

Deferred tax is attributable to the following temporary differences

Assets

Provisions and other current liabilities	489	445
Capitalised finance leases	2 880	2 512
Income received in advance	414	429
Other*	241	577
	4 024	3 963
Liabilities		
Property, plant and equipment	(74)	(75)
Intangible assets	(30)	(59)
Receivables and other current assets	(337)	(361)
Capitalised finance leases	(2 069)	(2 269)
Programme and film rights	(314)	(300)
Other*	(326)	(36)
	(3 150)	(3 100)

* Other includes derivative financial assets and liabilities.

For all temporary differences noted, the current year movement has been recognised in profit and loss with the exception of changes in the fair value of derivative financial instruments that relate to cash flow hedges which have been recognised in other comprehensive income.

The group has tax losses carried forward of approximately ZAR21.7bn (2018: ZAR14.6bn). A summary of the tax losses carried forward at 31 March 2019 by tax jurisdiction and the expected expiry dates are set out below:

	Rest of Africa	Latin America and USA *	Total
	ZAR'm	ZAR'm	ZAR'm
Expires in year one	83	-	83
Expires in year two	226	-	226
Expires in year three	171	-	171
Expires in year four	660	-	660
Expires in year five	640	-	640
Expires after year five	14 445	5 457	19 902
	16 225	5 457	21 682

* Technology segment tax jurisdictions.