

Notes to the group financial statements continued

for the year ended 31 December 2017

3 TAXATION (continued)

3.2 Deferred taxes

Deferred tax is accounted for in accordance with the accounting policy disclosed in note 3.1.

	1 January 2016 Rm	Recognised in profit or loss Rm	Recognised in other comprehensive income Rm
Provisions	770	822	–
Tax loss carried forward	352	(138)	–
Arising due to fair value adjustments on business combinations/revaluations	(1 164)	(178)	–
Working capital allowances	162	260	–
Tax allowances in excess of depreciation	(12 368)	(280)	–
Losses on net investment	–	–	797
Other temporary differences	(251)	629	–
Net deferred tax liability	(12 499)	1 115	797
Comprising:			
Deferred tax assets	542		
Deferred tax liabilities	(13 041)		
	(12 499)		

There were deductible temporary differences and unused tax losses of R5 065 million (2016: R4 115 million) for which no deferred tax asset has been recognised in the statement of financial position in the current or prior year.

3.3 Income tax paid

	2017 Rm	2016 Rm
At the beginning of the year	(2 194)	(8 682)
Amount recognised in profit or loss (note 3.1)	(5 014)	(8 346)
Deferred tax charge (note 3.1)	(845)	(1 115)
Effect of movements in exchange rates	322	3 177
Other ¹	549	1 068
At the end of the year	(414)	2 194
Taxation prepaid	(2 736)	(2 019)
Taxation liabilities	2 322	4 213
Total tax paid	(7 596)	(11 704)

¹ Mainly comprises tax credits relating to withholding tax.

Notes to the group financial statements continued

for the year ended 31 December 2017

Exchange and other movements ¹	31 December 2016	Recognised in profit or loss	Recognised in other comprehensive income	Exchange and other movements ¹	31 December 2017
Rm	Rm	Rm	Rm	Rm	Rm
(84)	1 508	338	–	74	1 920
5	219	189	–	(7)	401
28	(1 314)	35	–	(129)	(1 408)
455	877	493	–	46	1 416
3 650	(8 998)	(998)	–	1 521	(8 475)
–	797	–	(6)	–	791
(1 419)	(1 041)	788	–	(352)	(605)
2 635	(7 952)	845	(6)	1 153	(5 960)
	1 107				1 593
	(9 059)				(7 553)
	(7 952)				(5 960)

¹ Including the effect of hyperinflation.