

NOTES TO THE COMPANY ANNUAL FINANCIAL STATEMENTS CONTINUED

For the year ended 31 May 2014

	2014 R'000	2013 R'000
5. DEFERRED TAXATION		
At the beginning of the year	(5 698)	2 208
Credited/(charged) to the statement of comprehensive income:		
Provisions	6 850	(7 677)
Tax losses	(8 121)	—
Capital allowances	(49)	(49)
Equity compensation benefit	(105)	70
Other	386	(250)
At the end of the year	(6 737)	(5 698)
Deferred taxation comprises:		
Provisions	(941)	(7 791)
Tax losses	(8 121)	—
Capital allowances	136	185
Equity compensation benefit	3 249	3 354
Other	(1 060)	(1 446)
	(6 737)	(5 698)
The analysis of deferred tax assets and deferred tax liabilities is as follows:		
Deferred tax assets		
Deferred tax assets to be recovered after more than 12 months	458	251
Deferred tax assets to be recovered within 12 months	(7 195)	(5 949)
	(6 737)	(5 698)
Deferred tax liabilities		
Deferred tax liabilities to be recovered after more than 12 months	—	—
Deferred tax liabilities to be recovered within 12 months	—	—
	—	—
Net deferred tax asset	(6 737)	(5 698)

Where deferred tax assets have been recognised, a formal process of assessment of the future profitability of the Company has been performed based on detailed budgets and cash flow forecasts. As a result, management believes that the current tax losses will be utilised within one to five years. There are no unrecognised tax losses in the current year (2013: R nil).