

Notes to the Company annual financial statements continued

For the year ended 31 May 2017

	2017 R'000	2016 R'000
5. Deferred taxation		
At the beginning of the year	1 844	(4 058)
Credited/(charged) to the statement of comprehensive income:		
Provisions and accruals	(447)	(1 736)
Tax losses	375	655
Capital allowances	(38)	(49)
Equity compensation benefit	(1 690)	(1 639)
Unrealised foreign exchange	(5 586)	7 018
Other	2 143	1 653
At the end of the year	(3 399)	1 844
Deferred taxation comprises:		
Provisions and accruals	(9 000)	(8 553)
Tax losses	(1 736)	(2 111)
Capital allowances	—	38
Equity compensation benefit	3 157	4 847
Unrealised foreign exchange	4 180	9 766
Other	—	(2 143)
	(3 399)	1 844
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	5 235	—
Deferred tax assets to be recovered within 12 months	(8 634)	—
	(3 399)	—
Deferred tax liabilities		
Deferred tax liabilities to be recovered after more than 12 months	—	10 205
Deferred tax liabilities to be recovered within 12 months	—	(8 361)
	—	1 844
Net deferred tax (asset)/liability	(3 399)	1 844

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 (2016: Rnil).