

# NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

## 20. TAXATION (continued)

(b) Current tax liabilities and assets are offset when they relate to the same fiscal authority. The following amounts are shown in the statements of financial position:

	THE GROUP		THE COMPANY	
	2022 MUR '000	2021 MUR '000	2022 MUR '000	2021 MUR '000
Current tax assets	–	(17 994)	–	(13 985)
Current tax liabilities	76 098	13 922	80 876	–
	76 098	(4 072)	80 876	(13 985)

	THE GROUP		THE COMPANY	
	2022 MUR '000	2021 MUR '000	2022 MUR '000	2021 MUR '000
Tax liability/(asset)				
At 1 July	(4 072)	(50)	(13 985)	15 614
Income tax expense	98 399	93 208	84 109	68 810
Investment tax credit	–	(29 183)	–	(29 183)
Corporate social responsibility	8 922	9 860	8 922	9 860
Under/(over) provision in previous year	29 165	(6 475)	29 185	(6 475)
Tax deducted at source	(20)	(44)	(20)	(44)
Tax and CSR paid	(56 525)	(71 014)	(26 150)	(72 567)
Withholding tax on dividends	(1 185)	–	(1 185)	–
Exchange differences	1 414	(374)	–	–
At 30 JUNE	76 098	(4 072)	80 876	(13 985)

(c) Tax expense

	THE GROUP		THE COMPANY	
	2022 MUR '000	2021 MUR '000	2022 MUR '000	2021 MUR '000
Income tax provision at applicable rate	98 399	93 208	84 109	68 810
CSR contribution	8 922	9 860	8 922	9 860
Investment tax credit	–	(29 183)	–	(29 183)
Under/(over) provision in previous year	29 165	(6 475)	29 185	(6 475)
	136 486	67 410	122 216	43 012
Deferred tax charge to profit or loss (note 16)	(5 265)	(3 242)	(4 967)	(3 005)
Tax expense	131 221	64 168	117 249	40 007

(d) The tax on the Group's and Company's profit before tax differs from the theoretical amount that would arise using the basic tax rate of the Group and the Company as follows:

	THE GROUP		THE COMPANY	
	2022 MUR '000	2021 MUR '000	2022 MUR '000	2021 MUR '000
Profit before taxation	548 000	595 383	526 742	416 471
Tax calculated at the rate of 17% (2021: 17%)	93 160	101 215	89 546	70 800
Tax effect of:				
Income not subject to tax	(28 307)	(25 705)	(6 376)	(3 225)
Expenses not deductible for tax purposes	25 967	8 136	7 544	5 791
CSR adjustment	(2 334)	1 530	(2 334)	1 530
Differential in tax rate	14 860	10 970	(316)	–
Investment tax credit	–	(29 183)	–	(29 183)
Under/(over) provision in previous year	29 165	(6 475)	29 185	(6 475)
Depreciation of non-qualifying assets	–	682	–	682
Effect of tax on associate	13	(462)	–	–
Deferred tax on provision for receivables	–	87	–	87
Deferred tax asset on tax losses not recognised	(1 303)	3 373	–	–
Tax charge	131 221	64 168	117 249	40 007

## 21. DEFERRED REVENUE

	THE GROUP	
	2022 MUR '000	2021 MUR '000
At 1 July	39 144	40 637
Addition	49 434	–
Income recognised	(20 257)	(6 272)
Exchange differences	(4 678)	4 779
At 30 JUNE	63 643	39 144
Maturity analysis:		
Current	12 163	10 919
Non-current	51 480	28 225
	63 643	39 144

The deferred revenue arises as a result of the capital grants received from the government by one of the subsidiaries of the Group following their capital expenditure incurred on building improvements and plant and machinery. This deferred revenue will be released and offset against the depreciation charge over the useful life of the underlying asset.