

## Reconciliation of Accounting Profit to Income Tax Expense and Income Tax Payable

	<b>Group</b>	
	<b>2017</b>	<b>2016</b>
	<b>\$'000</b>	<b>\$'000</b>
Profit for the year before income tax	77,940	72,480
Income tax calculated at 30% (2016: 30%)	23,382	21,744
Permanent differences		
Non-deductible expenses	162	75
Dividends	(663)	(651)
Temporary differences	1,638	965
Current tax expense (income tax payable)	24,519	22,133
Under / over current tax	(1,926)	(2,197)
Deferred tax expense (see below)	(1,638)	(965)
Under / over deferred tax	1,111	1,846
Income tax expense	22,066	20,816
Effective tax rate	28%	29%



Everyday accounts | Home loans | Personal loans | Savings  
Credit cards | General & Health insurance | Financial planning

## Deferred Taxes

	Group			
	2017	P&L	Equity	2016
	\$'000	\$'000	\$'000	\$'000
Deferred tax assets				
Provision for impairment of loans and advances	2,651	293	-	2,358
Employee benefits	4,798	312	-	4,486
Provisions and accruals	3,454	296	-	3,158
Derivative financial instruments	856	(1)	(5,165)	6,023
Deferred acquisition costs	213	207	-	6
Other	305	153	-	152
Total deferred tax assets	<u>12,277</u>	<u>1,260</u>	<u>(5,165)</u>	<u>16,182</u>
Deferred tax liabilities				
Plant and equipment and intangible assets	11,210	1,116	-	10,095
Financial assets - available for sale	6,887	366	685	5,836
Securitisation setup costs	497	(749)	-	1,246
Total deferred tax liabilities	<u>18,594</u>	<u>733</u>	<u>685</u>	<u>17,177</u>
Net deferred tax assets / (liabilities)	<u>(6,317)</u>	<u>527</u>	<u>(5,850)</u>	<u>(995)</u>

## Income Taxes Payable

	Group	
	2017	2016
	\$'000	\$'000
Income taxes payable at beginning of year	(4,770)	(1,151)
Under / over	1,926	2,197
Less income taxes paid during the year	19,816	16,419
Income taxes payable for current year	<u>(24,519)</u>	<u>(22,234)</u>
Income taxes payable at end of year	<u>(7,547)</u>	<u>(4,770)</u>