Notes to the financial statements continued

for the year ended 30 September 2014

COMPANY 2014	COMPANY 2013		(R'million)	GROUP 2014	GROUP Restated* 2013
		7	**Investment income**		
1 690,3	2 981,3		From subsidiary/associate companies		
			From investment of employer-controlled reserve invested by pension fund on behalf of Tiger Brands Limited	0,9	4,7
158,9	146,4		From BEE entities		
0,1	–		From other listed investments	0,6	12,3
1 849,3	3 127,7			1,5	17,0
		8	**Taxation**		
36,9	30,8	8.1	South African current taxation	943,2	867,1
10,0	7,8		Withholding and foreign taxes	88,2	80,0
46,9	38,6			1 031,4	947,1
2,4	2,2		Deferred taxation	(107,2)	(106,7)
2,4	2,2		– Temporary differences	(107,2)	(106,7)
49,3	40,8			924,2	840,4
			Adjustments in respect of previous years		
(0,7)	–		– Current taxation	17,8	0,5
–	–		– Foreign taxation	–	0,2
–	–		– Deferred taxation	(55,7)	(7,6)
48,6	40,8			886,3	833,5
			Taxation on abnormal items		
–	(8,2)		– Current taxation	3,9	(5,1)
(6,1)	(7,5)		– Deferred taxation	(57,8)	8,2
42,5	25,1			832,4	836,6

* *The amounts have been restated due to the adoption of IAS 19R.*

COMPANY				GROUP	
2014	2013			2014	Restated* 2013
		8	**Taxation** continued		
		8.2	The reconciliation of the effective rate of taxation with the statutory taxation rate is as follows:		
%	%			%	%
			Taxation for the year as a percentage of income		
4,1	0,8		before taxation	30,8	25,9
50,1	27,9		Dividend income	–	0,1
(25,3)	(0,4)		Expenses and provisions not allowed for taxation	(10,8)	(1,5)
–	–		Assessed losses not recognised	(0,2)	(0,2)
–	–		Additional investment allowances	1,6	–
–	–		Prior year adjustments	1,4	–
(0,9)	–		Withholding taxes	(1,2)	–
–	–		Income from associates	6,2	4,5
			Effect of differing rates of foreign taxes and other		
–	(0,3)		sundries	0,2	(0,8)
28,0	28,0		Rate of South African company taxation	28,0	28,0
			(R'million)		
			Tax effect of losses available to reduce future taxable income	202,5	124,6
		8.3	Reconciliation of movement on deferred taxation		
			Movement recognised in the income statement for the year		
2,4	2,2		Current year charge	(107,2)	(106,7)
–	–		Adjustments in respect of previous years	(55,7)	(7,6)
(6,1)	(7,5)		Deferred tax on abnormal items	(57,8)	8,2
(3,7)	(5,3)			(220,7)	(106,1)
			Movement per deferred tax accounts		
(6,1)	(7,5)		Increase in deferred taxation asset	(123,3)	(105,8)
2,4	2,2		(Decrease)/increase in deferred taxation liability	(97,4)	(0,3)
(3,7)	(5,3)			(220,7)	(106,1)

** The amounts have been restated due to the adoption of IAS 19R.*