

TELECOM WELLINGTON LIMITED

NOTES TO THE FINANCIAL STATEMENTS

(CONTINUED)

4 INCOME TAX

	Six months ended 30 September		Year ended 31 March
	1991	1990	1991
	\$000's	\$000's	\$000's
The income tax expense for the period is determined as follows:			
Earnings before income tax	14,522	21,656	60,602
Tax at current rate of 33%	4,792	7,146	19,999
Adjustment for permanent differences	(3,115)	57	(68)
Total income tax expense	1,677	7,203	19,931
The income tax expense is represented by:			
-Current taxation	173	5,540	16,268
-Deferred taxation	1,504	1,663	3,663
	1,677	7,203	19,931
The balance sheet provisions are:			
	30 September		31 March
	1991	1990	1991
	\$000's	\$000's	\$000's
Current taxation:			
-Balance at beginning of period	794	10,366	10,366
-Total taxation in the current period	(173)	(5,540)	(16,268)
-Tax paid	351	-	6,696
Prepaid income tax	972	4,826	794
Deferred taxation:			
-Balance at beginning of period	5,780	11,009	11,009
-Provided in the current period	(1,504)	(1,663)	(3,663)
-Other movements	153	(1,566)	(1,566)
Future tax benefit	4,429	7,780	5,780