

TELECOM CENTRAL LIMITED AND SUBSIDIARY

NOTES TO THE FINANCIAL STATEMENTS

(CONTINUED)

	1991	1990
4 INCOME TAX (continued)	\$000's	\$000's
The tax expense is represented by:		
-Current taxation	24,406	11,565
-Deferred taxation	7,732	2,225
	32,138	13,790
The balance sheet provisions as at 31 March are:		
Current taxation:		
-Balance at beginning of period	(5,318)	-
-Balance from acquired subsidiary	4,527	-
-Total taxation in the current period	(24,406)	(11,565)
-Tax paid	31,845	6,247
Prepaid income tax/(Taxation payable)	6,648	(5,318)
Deferred taxation:		
-Balance at beginning of period	13,008	15,233
-Balance from acquired subsidiary	(1,688)	-
-Provided in the current period	(7,732)	(2,225)
-Other movements	(12,007)	-
Future tax benefit/(Deferred income tax)	(8,419)	13,008
	1991	1990
5 ACCOUNTS RECEIVABLE AND PREPAID EXPENSES	\$000's	\$000's
Accounts receivable, net	54,421	28,258
Unbilled rentals and tolls	17,650	6,044
Due from fellow subsidiary companies	588	6,588
Due from parent company	-	12,475
Prepaid expenses and other	165	488
	72,824	53,853

6 OTHER ASSETS

Other assets include certain deferred expenditure amounting to \$10.0 million incurred in relation to the installation of a major computer system. The deferred costs relating to each phase of the system are charged to earnings over a period of two years from the date upon which that phase of the system becomes fully operational. The corresponding amount at 31 March 1990 of \$4.7 million was included in prepaid expenses and other, and capital work in progress. Deferred costs amortised during the year ended 31 March 1991 amounted to \$3.7 million (1990:\$0).