NOTE 9 INCOME TAXES

2016 201	2016	Specification of income tax expenses NOK 1 000
		Tax payable of net profit
198 432 269 02	198 432	Income tax payable for the year
9 953 25 55	9 953	Adjustments of prior periods
208 385 294 579	208 385	Total tax payable
		Deferred tax expense
41 440 106 45	41 440	Change in deferred tax recognised in the income statement
-38 929 -82 74		Effects of changes in tax rates and prior years' taxes
2 511 23 71		Total deferred tax
210 897 318 29	210 897	Income tax expense
		Tax payable in the balance sheet
2016 201	2016	NOK 1 000
198 432 269 02	198 432	Tax payable of the year
35 799 132 07	35 799	Tax liability from prior years
-35 083 -246 74	-35 083	Advance tax paid
-2 070 -10 60	-2 070	Translation differences
197 079 143 75	197 079	Tax payable
		Reconciliation of nominal to effective tax rate
2016 201	2016	NOK 1 000
998 497 1 627 40	998 497	Profit before tax
249 628 439 40	249 628	Estimated income tax expense at nominal tax rate (25%)
-3 973 17 75	-3 973	Losses and other deductions without any net tax effect
-65 594 -285 35	-65 594	Non-taxable net income (-) / costs (+) from securities
- 72 -8 76	- 72	Other non-taxable income
3 899 54 00	3 899	Impairment of goodwill
-30 087 -57 19		Adjustments of prior periods
57 095 158 44		Tax effect of other permanent differences
210 897 318 29	210 897	Income tax expense
21.1 % 19.6 %	21.1 %	Effective tax rate
		Tax recognised directly in equity
2016 201	2016	NOK 1 000
-3 402 98	-3 402	Actuarial loss on pension obligations ( <u>note 19</u> )
3 270 -21 49	3 270	Cash flow hedges (note 28)
- 132 -20 50	- 132	Total tax recognised in total comprehensive income
		Deferred tax asset and deferred tax liability
2016 201		Deferred tax asset and deferred tax liability NOK 1 000
-50 888 10 97	-50 888	
-50 888 10 97 17 763 7 20	-50 888 17 763	NOK 1 000 Inventories Receivables
-50 888 10 97 17 763 7 20 -245 597 -400 93	-50 888 17 763 -245 597	NOK 1 000 Inventories Receivables Stocks and bonds
-50 888 10 97 17 763 7 20 -245 597 -400 93 53 753 34 92	-50 888 17 763 -245 597 53 753	NOK 1 000 Inventories Receivables Stocks and bonds Other differences
-50 888 10 97 17 763 7 20 -245 597 -400 93 53 753 34 92 -45 793 -2 44	-50 888 17 763 -245 597 53 753 -45 793	NOK 1 000 Inventories Receivables Stocks and bonds Other differences Tangible assets
-50 888 10 97 17 763 7 20 -245 597 -400 93 53 753 34 92 -45 793 -2 44 -274 349 -177 71	-50 888 17 763 -245 597 53 753 -45 793 -274 349	NOK 1 000 Inventories Receivables Stocks and bonds Other differences Tangible assets Investment properties
-50 888 10 97 17 763 7 20 -245 597 -400 93 53 753 34 92 -45 793 -2 44 -274 349 -177 71 -146 431 -151 08	-50 888 17 763 -245 597 53 753 -45 793 -274 349 -146 431	NOK 1 000 Inventories Receivables Stocks and bonds Other differences Tangible assets Investment properties Intangible assets
-50 888 10 97 17 763 7 20 -245 597 -400 93 53 753 34 92 -45 793 -2 44 -274 349 -177 71 -146 431 -151 08 48 615 49 55	-50 888 17 763 -245 597 53 753 -45 793 -274 349 -146 431 48 615	NOK 1 000 Inventories Receivables Stocks and bonds Other differences Tangible assets Investment properties Intangible assets Net pensions
-50 888 10 97 17 763 7 20 -245 597 -400 93 53 753 34 92 -45 793 -2 44 -274 349 -177 71 -146 431 -151 08 48 615 49 55 304 360 329 85	-50 888 17 763 -245 597 53 753 -45 793 -274 349 -146 431 48 615 304 360	NOK 1 000 Inventories Receivables Stocks and bonds Other differences Tangible assets Investment properties Intangible assets Net pensions Tax losses to carry forward
-50 888 10 97 17 763 7 20 -245 597 -400 93 53 753 34 92 -45 793 -2 44 -274 349 -177 71 -146 431 -151 08 48 615 49 55	-50 888 17 763 -245 597 53 753 -45 793 -274 349 -146 431 48 615 304 360	NOK 1 000 Inventories Receivables Stocks and bonds Other differences Tangible assets Investment properties Intangible assets Net pensions

Net carrying value at 31 December of deferred tax assets (+)/liabilities (-)	-687 165	-589 396
Deferred tax liabilities recognised in balance sheet	-938 759	-847 312
Deferred tax assets recognised in balance sheet	251 594	257 916

Deferred tax assets are reviewed on each balance sheet date, and is reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow for the deferred tax asset to be utilised.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period when the liability shall be settled or the asset be realised, based on tax rates and legislation prevailing at the balance sheet date.

Gross tax losses to carry forward with expiration years	<b>Gross tax losses</b>	to carr	forward with	expiration vears
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NOK 1 000		2016	
2016		5	
2017		-	
2018		-	
After 2018 Without expiration		240 166	
	826 967		
Total tax losses to carry forward	1 067		
Change in net deferred tax in balance sheet ${\tt NOK\ 1\ 000}$	2016	2015	
Net carrying value at 1 January	-589 396	-598 146	
Translation differences	-3 996	49 720	
Acquisition and disposal of subsidiary	-39 927	3 251	
Recognised in income statement during the period	-53 714	-23 711	
Tax recognised in other comprehensive income	- 132	-20 509	
Net carrying value at 31 December			

Ferd made a settlement with the authorities on 8 April 2016 and won the case in the question of deductability for carried interest for the income year 2013. As previous years were not part of the settlement, the deductions for the years before 2013 are not finally clarified, and we cannot recognise deferred tax assets related to these years in the balance sheet.