

Notes to the financial statements

for the year ended 31 March 2015

10 Taxation**Analysis of tax charge in the year**

The charge based on the profit for the year comprises:

Consolidated	Notes	2015 £'000	2014 £'000
UK corporation tax:			
– current tax on profits for the year		4,938	3,223
– adjustment in respect of prior years		(409)	(651)
Total current tax		4,529	2,572
UK deferred tax:			
Origination and reversal of timing differences in respect of:			
– profit for the year		4,154	8,527
– change in rate		56	912
– adjustment in respect of prior years		(497)	(193)
– charge in respect of retirement benefit obligation		87	(58)
– recognition of previously unrecognised deferred tax asset		(4,180)	—
Total deferred tax	25	(380)	9,188
Total taxation charge for the year		4,149	11,760

Factors affecting tax charge for the year

Consolidated	2015 £'000	2014 £'000
Profit before taxation	16,693	50,530
Profit before taxation at the standard rate of corporation tax in the UK of 21% (2014: 23%)	3,505	11,622
Effects of:		
– income not subject to tax	(131)	—
– expenses not deductible for tax purposes	5,805	69
– recognition of previously unrecognised deferred tax asset	(4,180)	—
– adjustments relating to prior year tax	(906)	(843)
– change in rate reflected in the deferred tax asset	56	912
Total taxation charge for the year	4,149	11,760

The current tax charge of £4,529,000 (2014: £2,572,000) includes a charge relating to the vesting of the share schemes of £184,000 (2014: £301,000) which is a reclassification from the reserves on the unwind of the deferred tax asset. The recognition of a previously unrecognised deferred tax asset relates to greater certainty as to the availability of future taxable profits.

Factors affecting the current and future tax charges

The UK main corporation tax rate became 20% on 1 April 2015 and as such the relevant deferred tax balances have been measured at this rate.