

NOTE 8**INCOME TAXES**

NOK 1 000	2015	2014
The tax expense comprises:		
Income tax payable	69 025	156 567
Change in deferred tax	136 730	95 395
Tax concerning prior periods	- 16 877	765
Withholding tax paid	13 030	
Tax expense	201 908	252 727

Tax payable in balance sheet

NOK 1 000	2015	2014
Tax payable of the year	69 025	156 567
Group contribution rendered	- 59 558	- 112 683
Tax payable from prior years	- 9 467	2 457
Tax payable in balance sheet		46 341

Reconciliation of nominal to effective tax rate

NOK 1 000	2015	2014
Profit before tax	2 024 665	787 492
Expected tax expense according to nominal tax rate (27%)	546 660	212 623
Non-taxable gain/loss and return on securities	- 414 993	- 438 059
Unrealised changes in value of securities	- 10 890	580 273
Adjustment of tax from prior periods	- 16 877	765
Withholding tax paid	13 030	
Tax recognised in other comprehensive income	- 522	
Effect of change in tax rate	- 28 789	
Adjustment of deferred tax from previous periods *)	112 095	- 106 804
Tax effect of other permanent differences	2 194	3 929
Tax expense	201 908	252 727
Effective tax rate	10,0 %	32,1 %

Deferred tax

NOK 1 000	2015	2014
Receivables	- 5 321	- 9 213
Gain and loss account	3 069	4 143
Financial instruments	- 10 113	8 609
Tangible assets	234	199
Provisions	5 323	4 583
Net pensions	- 7 502	- 6 658
Shares and bonds	413 491	376 027
Tax loss to carry forward*	- 39 322	- 154 563
Balance sheet value at 31 Dec., deferred tax liability	359 859	223 128

Change in net deferred tax recognised in balance sheet

NOK 1 000	2015	2014
Balance sheet value at 1 January	223 128	128 054
Charged in period	137 253	95 395
Tax set-off against total comprehensive income (estimate deviation, pensions)	- 522	- 321
Balance sheet value at 31 December	359 859	223 128

*As a consequence of changed legislation for carried interest in Private Equity funds, Ferd's tax basis from such investments is changed. Ferd made a settlement with the authorities on 8 April 2016 and won the case in the question of deductibility for carried interest for the income year 2013. We therefore maintain the balance sheet recording of deferred tax assets related to the deduction for carried interest for 2013 and 2014. As previous years were not part of the settlement, the deductions for previous years are not finally clarified, and we cannot recognise deferred tax assets related to these years in the balance sheet.