

Notes to the financial statements

21 Deferred taxation

The movements in deferred income tax assets and liabilities during the financial year, prior to the offsetting of the balances within the same tax jurisdiction, are shown below.

Group	Accelerated tax depreciation £m	Fair value gains £m	Other property ¹ £m	Other £m	Total £m
Deferred income tax liabilities					
At 23 March 2008	(165)	(30)	(68)	(39)	(302)
Credit/(charge) to income statement	27	-	(25)	12	14
Credit to equity	-	4	-	-	4
At 21 March 2009	(138)	(26)	(93)	(27)	(284)
At 25 March 2007	(200)	(29)	(72)	(39)	(340)
Credit/(charge) to income statement	28	-	(2)	(2)	24
Charge to equity	-	(3)	-	-	(3)
Rate change adjustment to income statement	7	-	6	2	15
Rate change adjustment to equity	-	2	-	-	2
At 22 March 2008	(165)	(30)	(68)	(39)	(302)

	Provisions £m	Retirement benefit obligations £m	Share-based payment £m	Capital losses ¹ £m	Tax losses £m	Total £m
Deferred income tax assets						
At 23 March 2008	11	(129)	31	68	-	(19)
(Charge)/credit to income statement	(8)	(37)	(4)	4	-	(45)
Credit to equity	-	253	-	-	-	253
At 21 March 2009	3	87	27	72	-	189
At 25 March 2007	14	48	30	72	8	172
(Charge)/credit to income statement	(3)	(26)	9	2	-	(18)
Charge to equity	-	(161)	(19)	-	(8)	(188)
Prior year adjustment to equity	-	-	13	-	-	13
Rate change adjustment to income statement	-	-	(1)	(6)	-	(7)
Rate change adjustment to equity	-	10	(1)	-	-	9
At 22 March 2008	11	(129)	31	68	-	(19)

Net deferred income tax liability

At 21 March 2009	(95)
At 22 March 2008	(321)

¹ In prior years, the deferred tax liability in relation to other property was offset by the deferred tax asset on capital losses. This year the balances have been disclosed separately, with the prior year values reclassified for comparative purposes.

Company	Other property ¹ £m	Total £m
Deferred income tax liabilities		
At 23 March 2008	(65)	(65)
Charge to income statement	-	-
At 21 March 2009	(65)	(65)
At 25 March 2007	(70)	(70)
Charge to income statement	-	-
Rate change adjustment to income statement	5	5
At 22 March 2008	(65)	(65)

¹ In prior years, the deferred tax liability in relation to other property was offset by the deferred tax asset on capital losses. This year the balances have been disclosed separately, with the prior year values reclassified for comparative purposes.

Notes to the financial statements continued

	Fair value losses £m	Capital losses ¹ £m	Total £m
Deferred income tax assets			
At 23 March 2008	1	65	66
Charge to income statement	-	-	-
At 21 March 2009	1	65	66
Net deferred income tax asset			
At 25 March 2007	1	70	71
Charge to income statement	-	-	-
Rate change adjustment to income statement	-	(5)	(5)
At 22 March 2008	1	65	66
At 21 March 2009			1
At 22 March 2008			1

¹ In prior years, the deferred tax liability in relation to other property was offset by the deferred tax asset on capital losses. This year the balances have been disclosed separately, with the prior year values reclassified for comparative purposes.

Deferred income tax assets have been recognised in respect of all income tax losses and other temporary differences giving rise to deferred income tax assets because it is probable that these assets will be recovered. Deferred income tax assets and liabilities are only offset where there is a legally enforceable right of offset and there is an intention to settle the balances on a net basis.