

## Note 9 – Tax

<b>This year's tax expense consists of (NOK 1,000):</b>	<b>2013</b>	<b>2012</b>
Tax payable	2	2,545
Adjustments from previous year	-500	-181
Change in deferred tax	116,316	164,171
<b>Income tax expense</b>	<b>115,817</b>	<b>166,535</b>

Reconciliation from nominal to effective tax rate:

<b>(NOK 1,000)</b>	<b>2013</b>	<b>2012</b>
Profit before tax	437,381	623,181
Expected tax expense using nominal tax rate (28 %)	122,467	174,491
Tax effect of the following items:		
Non deductible expenses/income	-12,227	-7,875
Adjustments from previous year	-500	-181
Tax rate outside Norway other than 28%	-584	0
Change in tax rate in Norway to 27%	6,662	0
<b>Tax expense</b>	<b>115,817</b>	<b>166,434</b>
Effective tax rate	26.48 %	26.71 %

The following table details deferred tax assets and liabilities;

<b>Deferred tax</b>	<b>Assets 2013</b>	<b>Liabilities 2013</b>	<b>Assets 2012</b>	<b>Liabilities 2012</b>
Intangible assets	0	-6,050	0	-6,274
Tangible assets	0	-447,790	0	-324,108
Long term receivables and borrowings in foreign currency	0	0	0	-43,418
Inventories	0	6,075	0	4,681
Receivables	0	2,612	0	8,859
Financial instruments	0	-10,095	0	53,300
Deferred gains/losses	0	-16,264	0	-7,403
Other accruals	0	42,626	0	61,292
Pensions	0	34,512	0	0
Other temporary differences	0	-84,097	0	-66,734
Loss carried forward	28,517	34,480	4,293	18,764
<b>Gross deferred tax assets and liabilities</b>	<b>28,517</b>	<b>-443,991</b>	<b>4,293</b>	<b>-301,042</b>

<b>Reconciliation of deferred tax assets and liabilities</b>	<b>Assets 2013</b>	<b>Liabilities 2013</b>	<b>Assets 2012</b>	<b>Liabilities 2012</b>
Recognized at 1 January	4,293	-301,042	2,069	-134,646
Charged/credited to the income statement	27,064	-142,879	2,224	-166,395
Charged directly to equity	-2,839	-70	0	0
<b>Recognized at 31 December</b>	<b>28,517</b>	<b>-443,991</b>	<b>4,293</b>	<b>-301,042</b>

The Group has recognized NOK 28.5 million as a deferred tax asset in 2013 (2012: NOK 4.3 million) Deferred tax asset is based on unused tax loss carry forwards and temporary differences in assets and liabilities. The tax loss carried forward is expected to be utilized by future taxable profits. The deferred tax liability is based on temporary differences in assets and liabilities, as well as the allocation of the purchase price of Norwegian Air Shuttle Sweden AB to fair values.