19.1 Deferred taxation comprises differences relating to:

Deferred tax liability arising from:		
-Accelerated tax depreciation	**214,980,995**	198,446,757
Deferred tax asset arising from:		
-Provision for gratuity	**(631,615)**	(364,232)
-Unused tax losses	**(36,862,239)**	(26,868,836)
-Minimum tax carry forward	**(90,099,943)**	(75,170,108)
	(127,593,797)	(102,403,176)
	87,387,198	96,043,581

19.2 Staff retirement benefits - Gratuity

As disclosed in note 3.11, the company operates an unfunded gratuity scheme for its staff employees. The latest actuarial valuation was carried out as at September 30, 2017, using the Projected Unit Credit Actuarial Cost Method.

19.2.1 Movement in net liability in the balance sheet	**Note**	**2017**	2016
		——— Rupees ———	
Balance as at October 01		**1,235,407**	1,018,696
Expense charged to profit and loss		**241,882**	229,711
Remeasurements chargeable in other comprehensive income		**649,093**	-
Benefits paid		**(21,000)**	(13,000)
Balance as at September 30		**2,105,382**	1,235,407

19.2.2 Expense recognized in the profit and loss account

Current service cost	**128,578**	114,183
Interest cost on defined benefit obligation	**113,304**	115,528
	241,882	229,711

19.2.3 Remeasurement losses / (gains) recognised in other comprehensive income

Actuarial losses / (gains) on defined benefit obligation due to		
-Changes in demographic assumptions	**-**	-
-Changes in financial assumptions	**-**	-
-Experience adjustments	**649,093**	-
	649,093	-