10. Provisions *(continued)*

The provision is for a liability for the rehabilitation of land involved in any prospecting or mining operations of the group and to discharge any liability which may arise in terms of the Atmospheric Pollution Prevention Act of 1965, the Environment Conservation Act, No 73 of 1989, the Minerals Act, No 50 of 1991, the Water Act, No 54 of 1956 and any such other legislation that may be enacted in the future. The environmental obligations and corresponding liability remains the sole responsibility of the Venture.

The estimated cost of rehabilitation are based on environmental plans in accordance with current technology, environmental and regulatory requirements and the measurements of an independent professional surveyor.

For purposes of calculating the provision, management have assumed a long-term inflation rate of 6% (2017: 6%) and a discount rate of 8.59% (2017: 8.59%). The timing of the outflows relating to the provision are uncertain but the expected timing of outflows ranges between five and thirty years.

The Venture engages an expert to estimate the cost of rehabilitation every three to five years. The last expert assessment for the mines was conducted during 2017 and the smelters in 2013.

	Group		Company	
	2018	2017	**2018**	2017
	R'000	R'000	**R'000**	R'000
11. Deferred tax (liabilities)/assets				
Recognised deferred tax (liabilities)/assets:				
Property, plant and equipment	**(902 944)**	(899 850)	**4**	4
Trade and other receivables	**(661)**	(960)	**-**	-
Provisions and accruals	**151 707**	119 880	**2 313**	2 958
Finance lease obligations	**3 112**	3 399	-	**-**
Tax losses	**15 628**	14 772	**15 628**	14 772
	(733 158)	(762 759)	**17 945**	17 726
Deferred tax assets	**17 945**	17 726	**17 945**	17 726
Deferred tax liabilities	**(751 103)**	(780 485)	**-**	-
Net balance	**(733 158)**	(762 759)	**17 945**	17 726

Management are of the view that the deferred tax asset recognised in the company will be recoverable using the estimated future taxable income based on the latest budget and forecast.

11. Deferred tax (liabilities)/assets *(continued)*

Movement in temporary differences during the year

Group

	Balance 1 January 2017 R'000	Recognised in profit or loss in 2017 R'000	Balance 31 December 2017 R'000	**Recognised in profit or loss in 2018 R'000**	**Balance 31 December 2018 R'000**
Property, plant and equipment	(890 305)	(9 545)	(899 850)	**(3 093)**	**(902 944)**
Trade and other receivables	-	(960)	(960)	**299**	**(661)**
Provisions and accruals	61 372	58 508	119 880	**31 826**	**151 707**
Finance leases	3 771	(372)	3 399	**(287)**	**3 112**
Tax losses	14 974	(202)	14 772	**856**	**15 628**
	(810 188)	47 429	(762 759)	**29 601**	**(733 158)**

The company had a tax loss of R53m at 31 December 2018 (2017: R53m). The tax loss does not have an expiry date.

Company

	Balance 1 January 2017 R'000	Recognised in profit or loss in 2017 R'000	Balance 31 December 2017 R'000	**Recognised in profit or loss in 2018 R'000**	**Balance 31 December 2018 R'000**
Property, plant and equipment	(9)	5	(4)	**7**	**3**
Provisions and accruals	4 375	(1 417)	2 958	**(644)**	**2 314**
Finance leases	-	-	-	**-**	**-**
Tax losses	14 974	(202)	14 772	**856**	**15 628**
	19 340	(1 614)	17 726	**219**	**17 945**