

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

36. Deferred tax

Movements in the net deferred tax assets and (liabilities) recognised by the Group were as follows:

	Post-employment benefits \$ million	Tax losses \$ million	Net investment in subsidiaries \$ million	Accrued expenses \$ million	Long-lived assets \$ million	Inventories \$ million	Other items \$ million	Total \$ million
As at 29 December 2007	90.7	9.6	(2.8)	45.4	(122.4)	(40.8)	23.3	3.0
Disposal of subsidiaries	(0.8)	–	–	(1.7)	5.2	0.8	(1.2)	2.3
(Charge)/credit to profit or loss	(16.9)	(4.2)	(0.5)	(0.4)	19.9	(4.3)	5.2	(1.2)
Credited outside profit or loss	25.3	–	–	–	–	–	5.8	31.1
Currency translation differences	(0.6)	(0.8)	–	(1.3)	1.4	0.2	1.0	(0.1)
As at 3 January 2009	97.7	4.6	(3.3)	42.0	(95.9)	(44.1)	34.1	35.1
Acquisition of subsidiaries	–	–	–	–	(6.9)	–	–	(6.9)
(Charge)/credit to profit or loss	(15.5)	11.5	(2.0)	0.3	2.5	15.0	1.9	13.7
Credited outside profit or loss	14.9	–	–	–	–	–	0.7	15.6
Currency translation differences	0.1	0.4	–	0.6	(0.8)	0.1	(0.3)	0.1
As at 2 January 2010	97.2	16.5	(5.3)	42.9	(101.1)	(29.0)	36.4	57.6

Deferred tax assets and liabilities presented in the Group's balance sheet are as follows:

	As at 2 January 2010 \$ million	As at 3 January 2009 \$ million
Deferred tax assets	82.9	64.8
Deferred tax liabilities	(25.3)	(29.7)
	57.6	35.1

As at 2 January 2010, the Group had operating tax losses amounting to \$1,918.6 million, of which \$1,654.1 million can be carried forward indefinitely and \$264.5 million have expiry dates between 2010 and 2029. As at 2 January 2010, the Group recognised a deferred tax asset of \$16.2 million in respect of these losses.

As at 2 January 2010, the Group had capital tax losses amounting to \$838.8 million, of which \$449.3 million can be carried forward indefinitely, \$3.1 million expire in 2012 and \$386.4 million expire in 2013. As at 2 January 2010, the Group recognised a deferred tax asset of \$0.3 million in respect of these losses.

As at 2 January 2010, the Group had foreign and other tax credits amounting to \$35.3 million, of which \$10.2 million can be carried forward indefinitely and \$25.1 million expire between 2013 and 2027. As at 2 January 2010, the Group recognised a deferred tax asset in respect of these tax credits of \$5.2 million.

Deferred tax is not provided on the undistributed earnings of foreign subsidiaries where management has the ability, and intends, to reinvest such amounts indefinitely. As at 2 January 2010, the Group's share of the undistributed earnings of foreign subsidiaries on which deferred tax was not provided was \$3,225.7 million (3 January 2009: \$3,180.5 million). A determination of the amount of the unrecognised deferred tax liability has not been made because it is not practical to do so. A portion of these earnings can be distributed without incurring additional taxes.