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**TRUST PAYMENTS LTD****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2021**

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**16. Tax expense****16.1 Income tax recognised in profit or loss**

	2021 £	2020 £
<b>Current tax</b>		
Current tax on profits for the year	(653,801)	3,425,552
<b>Total current tax</b>	<u>(653,801)</u>	<u>3,425,552</u>
<b>Deferred tax expense</b>		
Origination and reversal of timing differences	2,107,061	(1,647,657)
<b>Total deferred tax</b>	<u>2,107,061</u>	<u>(1,647,657)</u>
	<u>1,453,260</u>	<u>1,777,895</u>
<b>Total tax expense</b>		
Total tax expense	<u>1,453,260</u>	<u>1,777,895</u>

The reasons for the difference between the actual tax charge for the year and the standard rate of corporation tax in the United Kingdom applied to losses for the year are as follows:

	2021 £	2020 £
Loss for the year	3,541,409	13,157,741
Income tax expense	(1,453,260)	(1,777,895)
<b>Loss before income taxes</b>	<u>2,088,149</u>	<u>11,379,846</u>
Tax using the company's domestic tax rate of 19% (2020:19%)	(396,748)	(2,162,171)
Expenses not deductible for tax purposes	1,590,966	1,913,573
Difference in tax rates	(2,378,391)	855,168
Unrelieved tax losses carried forward	3,227,372	910,282
Change in deferred taxation due to change in rates	(588,562)	235,700
Other differences	(12,188)	25,343
Withholding tax	251,418	-
Utilisation of tax losses	(240,607)	-
<b>Total tax expense</b>	<u>1,453,260</u>	<u>1,777,895</u>