

10.3.1 Deferred tax assets and liabilities

Note	Dec 31 2018	Deferred tax recognised in net profit or loss	Deferred tax disclosed under other comprehensive income/ (losses)	Exchange differences on translating deferred tax of foreign operations	Dec 31 2019
Deferred tax assets					
Employee benefit obligations	59.9	8.1	2.0	-	70.0
Provisions for/assets related to decommissioning of oil and gas extraction facilities and site restoration	573.7	62.3	-	(1.3)	634.7
Difference between current tax value and carrying amount of settlements under joint operations (Norwegian fields)	-	7.3	-	(0.1)	7.2
Cash flow hedge accounting	67.7	-	(19.9)	-	47.8
Other	65.0	23.3	-	-	88.3
	766.3	101.0	(17.9)	(1.4)	848.0
Deferred tax liabilities					
Difference between current tax value and carrying amount: of property, plant and equipment and intangible assets	796.2	214.6	-	(2.6)	1,008.2
Difference between current tax value and carrying amount of settlements under joint operations (Norwegian fields)	4.4	(4.4)	-	-	-
Difference on accounting and tax measurement of lease contracts	6.1	19.0	-	-	25.1
Other	134.9	(19.5)	-	-	115.4
	941.6	209.7	-	(2.6)	1,148.7
Net deferred tax assets/(liabilities)	10.3	(175.3)	(108.7)	1.2	(300.7)

11. Earnings per share

	2019	2018
Net profit attributable to owners of the Parent (PLNm) (A)	1,152.9	1,587.4
Weighted average number of shares (million) (B)	184.9	184.9
Earnings per share (PLN) (A/B)	6.24	8.59

Earnings per share for each reporting period are calculated by dividing net profit for the reporting period by the weighted average number of shares in the reporting period.

Diluted earnings per share are equal to basic earnings per share as there are no instruments with a dilutive effect.

12. Dividends

As at December 31st 2019, Grupa LOTOS S.A. was restricted in its ability to distribute funds in the form of dividends pursuant to a credit facility agreement of July 2nd 2019 entered into to refinance the 10+ Programme credit facilities, discussed in Note 22.1. The agreement limits the ability of Grupa LOTOS S.A. to pay dividends and makes it conditional on achievement of certain levels of financial ratios.

As at December 31st 2018, Grupa LOTOS S.A. was restricted in its ability to distribute funds in the form of dividends under the credit facility agreement entered into on June 27th 2008 to finance the 10+ Programme. The agreement limited Grupa LOTOS S.A.'s ability to pay dividend and its amount was subject to certain conditions, including generation of sufficient free cash and achievement of certain levels of financial ratios. In 2019, the Company repaid its debt incurred to finance the 10+ Programme (see Note 22.1). Therefore, there were no restrictions in place at December 31st 2019.

On June 28th, the General Meeting of Grupa LOTOS S.A. passed a resolution on the allocation of the Company's net profit for 2018. Under the resolution, the 2018 net profit of PLN 1,333.9m was applied towards:

- dividend payment – PLN 554.6m,
- statutory reserve funds – PLN 779.3m.

The dividend was paid on September 27th 2019. The dividend per share was PLN 3, gross.