25. Capital and reserves attributable to shareholders of the Company

	2016 R'000	2015 R'000
Share capital		
Issued share capital	**16 770**	16 758
Share premium	**379 792**	297 298
Reserves	**17 593 989**	37 043 359
Foreign currency translation reserve	**393 429**	5 149 394
Hedging reserve	**25 526**	25 383
Equity-settled share-based payment reserve	**67 002**	310 416
Retained earnings	**17 108 032**	31 558 166
	17 990 551	37 357 415
Shares held by subsidiary as treasury shares	**468 923**	(985 225)
Share capital	**(137)**	(505)
Share premium	**469 060**	(984 720)
Capital and reserves attributable to shareholders of the Company	**18 459 474**	36 372 190
Reserves comprise		
Company and subsidiaries	**17 151 813**	36 633 785
Associates	**442 176**	409 574
	17 593 989	37 043 359
Share capital		
Authorised		
540 000 000 (2015: 540 000 000) ordinary shares of 5 cents each	**27 000**	27 000
	Number	Number
Issued		
Number of shares in issue	**335 404 212**	335 163 151
Balance at beginning of year	**335 163 151**	331 237 219
Capitalisation issue	**–**	3 576 797
Shares issued in terms of the share incentive scheme	**241 061**	349 135
Shares held by subsidiary as treasury shares	**(2 509 812)**	(9 568 669)
Balance at beginning of year	**(9 568 669)**	(11 673 487)
Shares disposed of with the unbundling of subsidiaries (refer note 5)	**3 614 487**	–
Sale of shares by subsidiary to staff in terms of share incentive scheme	**3 444 370**	2 104 818
Shares held by share purchase scheme	**(222 580)**	(542 110)
Balance at beginning of year	**(542 110)**	(647 338)
Shares acquired by staff in terms of share incentive scheme	**319 530**	105 228
Net shares in issue	**332 671 820**	325 052 372

30 000 000 (2015: 30 000 000) of the unissued ordinary shares are under the control of the directors until the next annual general meeting.

Foreign currency translation reserve

The translation reserve comprises foreign exchange differences arising from the translation of the financial statements of foreign operations.

Hedging reserve

The hedging reserve represents the effective portion of gains or losses arising on changes in fair value of hedging instruments entered into as cash flow hedges. The cumulative gain or loss arising on changes in fair value of the hedging instruments that are recognised and accumulated under the hedging reserve will be reclassified to profit or loss when the hedged transaction takes place. Where the hedged transaction is for the acquisition of non-monetary assets, the relevant hedging reserve will be offset against the acquisition cost.

Equity-settled share-based payment reserve

The equity-settled share-based payment reserve includes the fair value of the options granted and conditional share awards made to executive directors and staff, which have been recognised over the vesting period at fair value with a corresponding expense recognised in the income statement. The reserve also includes a share-based cost resulting from an empowerment transaction entered into by a subsidiary.