notes to the company financial statements

for the year ended **30 June**

	2018 R'000	2017 R'000
Accounting Policies		
Refer to Group accounting policies		

1. Taxation

	2018 R'000	2017 R'000
Current taxation	**59**	87
Current year	**59**	2
Prior year	**–**	85
Foreign withholdings tax	**332**	1 396
Total taxation per statement of comprehensive income	**391**	1 483
The reconciliation of the effective tax rate with the company tax rate is as follows:	**%**	%
Taxation for the year as a percentage of profit before taxation		
Dividend and exempt income	**28,7**	28,5
Capital gains rate differential	**–**	–
Withholding taxes	**–**	–
Expenses not taxable or allowed	**(0,7)**	(0,5)
Rate of South African company taxation	**28,0**	28,0

2. Cash generated by operations

	2018 R'000	2017 R'000
Operating profit	**5 927 587**	4 204 518
Adjustment for non-cash items	**(4 182 432)**	(2 637 984)
Retained to finance working capital		
Decrease in trade and other receivables	**40 000**	–
Increase (Decrease) in trade and other payables	**939**	(4 479)
Cash generated by operations	**1 786 094**	1 562 055

3. Taxation paid

	2018 R'000	2017 R'000
Amount (payable) receivable at beginning of year	**(72)**	513
Per statement of comprehensive income	**(391)**	(1 483)
Accrued interest	**(2)**	–
Amount payable at end of year	**34**	72
Amount paid	**(431)**	(898)

4. Proceeds on disposal of subsidiaries and associates

	2018 R'000	2017 R'000
Interest in subsidiaries	**604 422**	5 842
Interest in associates	**–**	10 063
Net carrying value	**604 422**	15 905
Profit on disposal	**4 331 233**	267 271
Non-cash proceeds received	**(4 935 655)**	(319 563)
Net proceeds	**–**	(36 387)