

Notes to the consolidated financial statements (continued)

for the year ended 30 June

	2019 R'000	2018 R'000
10. Taxation paid		
Net amounts receivable at beginning of year	(43 735)	73 262
Current taxation charge	(1 357 296)	(1 421 670)
Businesses acquired	(15 082)	5 749
Businesses disposed of	(14 222)	3 151
Arising on consolidation of the Bidvest Education Trust	–	92
Exchange rate adjustments	(168)	(1 474)
Amounts payable at end of year	291 042	168 844
Amounts receivable at end of year	(282 847)	(125 109)
Amounts paid	(1 422 308)	(1 297 155)
11. Distributions to shareholders		
Dividends paid to shareholders	(1 968 272)	(1 743 812)
Dividends received by subsidiaries on treasury shares	4 043	3 615
Dividends paid to non-controlling interests	(51 207)	(319 984)
Dividends paid to put-call option holders	(3 841)	(3 124)
Amounts paid	(2 019 277)	(2 063 305)
12. Acquisition of businesses, subsidiaries and associates		
Property, plant and equipment	(98 586)	(138 031)
Deferred taxation	280	224 249
Interest in associates	(654 033)	(35 221)
Investments and advances	(4 167)	–
Inventories	(53 563)	(56 318)
Trade and other receivables	(254 210)	(1 165 623)
Cash and cash equivalents	(73 982)	(127 069)
Borrowings	15 916	34 966
Trade and other payables and provisions	281 676	947 292
Taxation	15 082	(5 749)
Net fair value of assets	(825 587)	(321 504)
Goodwill	(1 042 845)	(1 340 215)
Intangible assets	(3 090)	(1 666 779)
Non-controlling interest	(19 963)	(27 487)
Total value of acquisitions	(1 891 485)	(3 355 985)
Less: Cash and cash equivalents acquired	73 982	127 069
Vendors for acquisition at beginning of year	(22 708)	(39 523)
Vendors for acquisition at end of year	518 231	22 708
Transfer to NCI put option liability	–	22 922
Costs incurred in respect of acquisitions	(22 940)	(50 190)
Net amounts paid	(1 344 920)	(3 272 999)

12. Acquisition of businesses, subsidiaries and associates (continued)

The Group acquired 100% of the share capital and voting rights of UAV and Drone Solutions Proprietary Limited (UDS) for R500 million (of which R154 million is contingent) effective 1 March 2019. UDS is a profit-for-purpose South African company established in 2013 to take advantage of technological developments in the world of Unmanned Airborne Systems. UDS provides solutions for environmental conservation, security services, infrastructure inspection, survey and stockpile management and blasting profiles. In-house capabilities and competencies include mechanical, electrical and software engineering. The acquisition enhances the Group's overall service offering, particularly security services. The purchase price was funded from existing cash resources and facilities.

Effective 1 February 2019, Pureau Fresh Water Company Proprietary Limited (Pureau), 82% owned by the Group, acquired 100% of the ordinary share capital and voting rights of Zanihold Proprietary Limited (Aquazania), holding company of Aquazania Proprietary Limited and Aquazania Africa Proprietary Limited, for R390 million. Aquazania supplies a range of bottled water coolers, plumbed in water dispensers (bottleless water coolers) and coffee machines to households and a wide variety of corporate customers. The acquisition increases Pureau's market share and enhances its service and technology offering. The acquisition was funded using existing cash resources and facilities.

During the year the Group acquired an additional 10 648 542 Adcock Ingram Holdings Limited (Adcock Ingram) ordinary shares for R650 million. The additional shares acquired increases the Group's interest in the Adcock Ingram associate from 37.6% to 43.7%. It is the Group's intention to gain a controlling interest in Adcock Ingram. The purchase price was funded from existing cash resources and facilities.

The Group also made a number of less significant acquisitions during the year. These acquisitions were funded from existing cash resources.

The goodwill and intangible values represented for UDS and Aquazania are provisional, as the acquisitions were completed close the Group's reporting date. The remaining values represent the final at acquisition fair values consolidated by the Group.

The Group also made a number of less significant acquisitions and disposals during the year. These acquisitions were funded from existing cash resources.

Goodwill arose on the acquisitions as the anticipated value of future cash flows that were taken into account in determining the purchase consideration exceeded the net assets acquired at fair value. The directors believe that the goodwill of the acquisitions reflects, the expectation that the businesses will continue to generate new customers over time, the acquired workforce (which is not an identifiable asset for financial reporting purposes), and the growth opportunities. The acquisitions have enabled the Group to expand its range of complementary products and services and, as a consequence, has broadened the Group's base and geographic reach in the market place.

Trade receivables acquired are stated net of impairment allowances of R11.5 million (2018: R18.0 million). There were no significant contingent liabilities identified in the businesses acquired.

The impact of these acquisitions on the Group's results can be summarised as follows:

	UDS R'000	Aquazania R'000	Other acquisitions R'000	Total R'000
Identifiable assets and liabilities acquired				
Property, plant and equipment	2 782	28 319	67 485	98 586
Deferred taxation	–	584	(864)	(280)
Interest in associates	–	–	654 033	654 033
Investments and advances	–	–	4 167	4 167
Inventories	827	7 493	45 243	53 563
Trade and other receivables	19 444	26 387	208 379	254 210
Cash and cash equivalents	975	20 990	52 017	73 982
Borrowings	–	–	(15 916)	(15 916)
Trade and other payables and provisions	(2 079)	(23 351)	(256 246)	(281 676)
Taxation	(924)	(7 086)	(7 072)	(15 082)
Intangible assets	–	–	3 090	3 090
Total net identifiable assets	21 025	53 336	754 316	828 677
Contribution to results for the year				
Revenue	46 508	87 271	261 813	395 592
Profit or loss	28 177	26 458	29 334	83 969
Contribution to results for the year if the acquisitions had been effective on 1 July 2018				
Revenue	101 186	128 988	316 491	546 665
Profit or loss	45 754	47 233	43 441	136 428