

Notes to the consolidated financial statements (continued)

for the year ended 30 June

14. Discontinued operations

Results of the discontinued operation included in the Group's results for the year ended 30 June are detailed as follows:

	2022 R'000	2021 R'000
Revenue	–	536 819
Cost of revenue	–	(291 257)
Gross profit	–	245 562
Operating expenses	–	(7 135)
Other Income	–	–
Trading (loss) profit	–	238 427
Share-based payment expense	–	1 427
Impairment of property, plant and equipment and right of use assets	–	52 051
Loss on disposal of discontinued operations	–	(85 224)
Operating (loss) profit	–	206 681
Net finance charges	–	(77 931)
Finance income	–	31 815
Finance charges	–	(109 746)
Operating loss before taxation	–	128 750
Taxation	–	(124 961)
Loss for the year from discontinued operations	–	3 789
Basic earnings per share (cents) – discontinued operations	–	1.1
Diluted basic earnings per share (cents) – discontinued operations	–	1.1
Headline earnings per share (cents) – discontinued operations	–	15.2
Diluted headline earnings per share (cents) – discontinued operations	–	15.2
Cash flows from discontinued operations		
Net operating cash flows from discontinued operations	–	393 293
Net investing cash flows from discontinued operations	–	1 440 186
Net financing cash flows from discontinued operations	–	(358 982)
Net (decrease) increase in cash and cash equivalents	–	1 474 497
Analysis of discontinued net assets sold and consideration received		
Assets of disposal group sold	–	864 757
Liabilities of disposal group sold	–	(54 533)
Net assets sold	–	810 224
Loss on disposal	–	(85 224)
Gross consideration received	–	725 000
Cash and cash equivalents included in net assets of disposal group sold	–	(24 206)
Net consideration received	–	700 794

Bidvest Car Rental (BCR) is a motor vehicle rental business operating in South Africa, Botswana and Namibia. As a result of declining international and domestic travel brought on by the COVID-19 pandemic and a slow anticipated mid-term recovery, management took the decision to exit the business. The BCR business is an identifiable component of the Group's business, the operations and cash flows of which can be clearly distinguished from the rest of the Group. BCR represents a separate major line of business in the geographical area of Southern Africa. The relevant requirements of IFRS 5 were met for this operation to be classified as a disposal group held for sale and a discontinued operation as at 30 June 2020. BCR was a separate and major business component of the Automotive segment.

Effective 29 June 2021 the Group disposed of its entire interest in BCR for the gross consideration of R725 million (net R701 million) to the Thesele Consortium, lead by the 100% black-owned Thesele Group. The balance of the discontinued operation's net assets were disposed on the open market.