

notes to the cash flow statements

for the year ended 30 September 1999

	Group		Company	
	1999 Rm	1998 Rm	1999 Rm	1998 Rm
<i>A. Reconciliation of net profit before taxation to operating profit before working capital changes</i>				
Profit before taxation	488,2	269,6	533,0	135,9
Adjusted for:				
– Net interest (received)/paid	(84,6)	(34,2)	(22,0)	12,4
– Dividends received	(11,1)	(1,3)	(323,3)	(141,4)
– Depreciation	70,1	80,1	22,5	30,7
– Deficit/(surplus) on disposal of fixed assets	0,8	(1,2)	2,6	(1,1)
– Surplus on disposal of businesses	(94,9)	–	(50,1)	–
– Provision against investments in subsidiaries			(21,5)	7,5
– Other movements	1,3	1,9	(3,8)	–
Operating profit before working capital changes	369,8	314,9	137,4	44,0
<i>B. Working capital changes</i>				
– Inventory and contracts in progress	130,1	175,5	103,3	54,7
– Accounts receivable	(40,1)	50,5	(162,3)	(22,7)
– Accounts payable and provisions	(87,0)	(23,2)	(142,3)	2,7
Working capital changes	3,0	202,8	(201,3)	34,7
<i>C. Taxation paid is reconciled to the amounts disclosed in the income statements as follows:</i>				
– Amounts unpaid, less overpaid, at beginning of year	(68,3)	(46,6)	1,2	1,0
– Taxation provisions of subsidiaries sold	22,6	–		
– Current taxation per the income statement	(129,9)	(100,8)	(51,5)	(3,3)
– STC provided on special dividend	(58,2)	–	(58,2)	–
– Amounts unpaid, less overpaid, at end of year	154,2	68,3	95,5	(1,2)
Cash amounts paid	(79,6)	(79,1)	(13,0)	(3,5)

notes to the cash flow statements *continued*

	Group		Company	
	1999 Rm	1998 Rm	1999 Rm	1998 Rm
<i>D. Dividends paid are reconciled to the amounts disclosed in the income statement as follows:</i>				
- Amounts accrued and unpaid at beginning of year	(60,1)	(49,6)	(60,1)	(49,6)
- Charge per the income statements	(623,6)	(86,4)	(623,6)	(86,4)
- Dividends paid to outside shareholders	(14,0)	(49,0)	-	-
- Amounts accrued and unpaid at end of year	587,5	60,1	587,5	60,1
Cash amounts paid	(110,2)	(124,9)	(96,2)	(75,9)
<i>E. Analysis of disposal of subsidiaries and businesses</i>				
Inventory	146,4	-	27,3	54,1
Accounts receivable	150,0	-	7,0	42,4
Accounts payable	(120,8)	-	(3,5)	(52,1)
Taxation payable	(22,6)	-	-	-
Fixed assets, investments and outside shareholders	(74,1)	-	13,3	4,6
Cash on hand at time of disposal	124,3	-	-	-
Surplus on disposal	94,9	-	50,1	-
Cash amounts received and to be received	298,1	-	94,2	49,0
Less: Amounts to be paid by purchasers	(94,6)	-	(14,5)	-
Less: Cash on hand at time of disposal	(124,3)	-	-	-
Net cash received	79,2	-	79,7	49,0
<i>F. Analysis of acquisition of subsidiaries and businesses</i>				
Inventory	(19,1)	(9,5)	-	(56,8)
Accounts receivable	(42,7)	(5,5)	-	(28,3)
Accounts payable	62,9	14,1	-	29,6
Long-term liabilities	-	0,1	-	-
Fixed assets, investments and outside shareholders	(11,9)	1,0	-	9,5
Overdraft at time of acquisition	0,5	-	-	-
Goodwill on acquisitions	(6,6)	(0,6)	-	-
Cash amounts paid	(16,9)	(0,4)	-	(46,0)
Less: Overdraft taken over on acquisition	(0,5)	-	-	-
Net cash paid	(17,4)	(0,4)	-	(46,0)