

# NOTES TO THE CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 AUGUST

	2020 R'000	Restated* 2019 R'000
<b>Cash flow information</b>		
<b>Profit before working capital changes</b>		
Profit before taxation	2 583 994	2 333 237
Adjustment for:	1 125 179	1 054 341
Depreciation and amortisation	1 177 144	1 036 325
Release of cash flow hedge to profit or loss	(64 779)	8 883
Loss on disposal of property, plant and equipment	8 337	351
Decrease in financial assets at fair value through profit or loss	3 252	7 112
Impairment of goodwill	-	704
Impairment of loan	-	1 013
Loss on disposal of investment in subsidiary company	1 196	-
Net distributed/(undistributed) profits of an associate	29	(47)
Net financing expense	175 450	175 754
	<b>3 884 623</b>	<b>3 563 332</b>
<b>Working capital changes</b>		
Increase in inventories	(215 715)	(461 047)
Increase in trade and other receivables	(7 730)	(310 230)
(Decrease)/increase in trade and other payables	(550 848)	1 086 063
Decrease in employee benefits	(46 591)	(111 357)
	<b>(820 884)</b>	<b>203 429</b>
<b>Disposal of investment in subsidiary company</b>		
The group disposed of its interest in Kalahari Medical Distributors Proprietary Limited during the financial year.		
Proceeds on disposal of investment in subsidiary company	9 787	-
Net asset value of subsidiary company	(10 983)	-
Loss on disposal of investment in subsidiary company	(1 196)	-
<b>Taxation paid</b>		
Income tax payable at the beginning of the year	(41 418)	(67 019)
Normal tax charged to profit or loss	(718 827)	(236 640)
Income tax payable at the end of the year	126 045	41 418
	<b>(634 200)</b>	<b>(262 241)</b>
<b>Cash and cash equivalents at the end of the year</b>		
Current accounts	184 157	231 354
Short-term deposits	20 126	135 300
Money market fund**	1 948 200	2 246 900
	<b>2 152 483</b>	<b>2 613 554</b>

\* Prior-period amounts restated for the adoption of IFRS 16. Refer to note 34.

\*\* Low-risk corporate money market fund convertible into cash within one business day and held for short-term requirements.