

Notes to the consolidated financial statements continued

for the year ended 30 June 2017

14. Stated capital

	June 2017 R000	June 2016 R000
Authorised		
500 000 000 no par value ordinary shares (2016: 500 000 000)		
Issued		
248 441 278 no par value ordinary shares (2016: 243 256 092)	7 683 651	6 987 996
243 256 092 – no par value ordinary shares (2016: 243 256 092)	6 987 996	6 987 996
5 185 186 no par value ordinary shares – issued during the year	695 655	
No par value ordinary treasury shares in issue	(35 435)	(38 857)
410 659 – no par value ordinary treasury shares – 1 July 2016 (2016: 153 659)	(38 857)	(11 068)
77 000 shares purchased (2016: 257 000) ⁽¹⁾⁽²⁾	(8 974)	(27 789)
100 413 shares vested during the year ⁽¹⁾	12 396	
Balance – issued stated capital at end of year	7 648 216	6 949 139
Reconciliation – number of shares in issue		
Ordinary shares in issue	248 441 278	243 256 092
Balance – 1 July 2016	243 256 092	243 256 092
Issued during the year	5 185 186	
Treasury shares in issue	(387 246)	(410 659)
Balance – 1 July 2016	(410 659)	(153 659)
Purchased during the year ⁽²⁾	(77 000)	(257 000)
Vested during the year ⁽¹⁾	100 413	
Balance at end of year	248 054 032	242 845 433

⁽¹⁾ Shares held in treasury are to hedge the company's obligation in terms of the long-term Hyprop Employee Incentive Scheme (conditional share plan (CUP)). Refer to note 25 – Employee remuneration

⁽²⁾ Purchased during the year by Hyprop Investments Employee Incentive Scheme Proprietary Limited

15. Reserves

15.1 Non-distributable reserves

	June 2017 R000	June 2016 R000
Revaluation of: Investment property	15 854 308	14 644 075
Listed property securities	616 759	616 759
Derivative instruments	(48 886)	(43 812)
Financial guarantee	(163 855)	
Realised surplus/(loss) on disposal of: Investment property	165 687	163 656
Listed property securities	276 630	276 630
Subsidiaries	(120 907)	(118 351)
Associate	17 431	17 431
Shares (African Land)	(2 709)	(2 709)
Non-distributable reserves of associate	125 344	125 344
Impairment of goodwill	(577 847)	(559 713)
Gain on bargain purchase (African Land)	191 235	191 235
Impairment of shareholder loan	(25 377)	
Other	(55 770)	(55 770)
	16 252 043	15 254 775

15.2 Share-based payment reserve⁽¹⁾

Share-based payment	23 901	18 275
Total	16 275 944	15 273 050

⁽¹⁾ Relates to the amortised share-based payment cost for the Hyprop Employee Incentive Scheme (CUP)

16. Foreign currency translation reserve (FCTR)

The foreign currency translation reserve arises from the conversion of foreign operations from their functional currencies to South African Rand on consolidation. Refer to note 4 – Subsidiaries and note 6 – Investment in joint ventures.

	June 2017 R000	June 2016 R000
Opening balance	14 597	13 403
Movement	(27 623)	(1 491)
Non-controlling interest	15 243	2 685
Closing balance	2 217	14 597

For more detailed disclosure on the group's foreign currency exposure and rates of conversion, refer to note 34 – Financial instruments – Fair values and risk management.