29. Notes to the statement of cash flows

29.1 The following convention applies to figures other than adjustments:

Outflows of cash are represented by figures in brackets.

Inflows of cash are represented by figures without brackets.

		June 2017 R000	June 2016 R000
29.2	Cash generated from operations		
	Net income before taxation	2 751 274	2 818 090
	Adjustments:	(545 518)	(1 048 094)
	Change in fair value: Investment property	(1 181 786)	(1 380 638)
	Derivative instruments	(4 737)	59 904
	(Reversal of impairment)/impairment of joint venture	(10 102)	10 102
	Goodwill impairment	18 134	
	Profit on disposal: Investment property	(2 031)	
	Loss on disposal: Investment in subsidiary	2 557	
	Impairment: Shareholder loan	25 377	
	Share of income from associate		(457)
	Share of loss from joint venture	50 284	41 007
	Unrealised foreign exchange loss/(gain)	171 590	(177 869)
	Depreciation	36 727	24 738
	Share-based payment	5 627	9 919
	Interest received	(294 177)	(323 759)
	Interest paid	630 679	689 935
	Financial guarantee revaluation	163 855	
	Dividends received	(146 350)	
	Loss on write-off of assets	12 396	
	Other non-cash items	(23 561)	(976)
	Operating profit before working capital changes	2 205 756	1 769 996
	Decrease in working capital	(46 154)	(60 229)
	Decrease/(increase) in receivables	116	(69 288)
	(Decrease)/increase in working capital included in held-for-sale	(14 794)	6 301
	(Decrease)/increase in payables	(31 476)	2 758
	Cash generated from operations	2 159 602	1 709 767
29.3	Taxation paid		
	Taxation payable at beginning of year	(2 037)	(10 132)
	Per statement of profit or loss and other comprehensive income	(2 714)	(7 371)
	Taxation payable at end of year		2 037
		(4 751)	(15 466)

30. Commitments

		June 2017 R000	June 2016 R000
30.1	Capital commitments		
	Approved and committed	240 585	84 245
	Approved but not yet committed	208 857	174 077
		449 442	258 322

The above expenditure will be financed out of available cash resources, banking facilities and debt capital market funding.

30.2 Operating expense commitments

Hyprop has entered into various service contracts for the cleaning, upkeep and general maintenance of its investment property portfolio.

	June 2017 R000	June 2016 R000
Operating expense commitments payable to service providers in future years have been classified as follows:		
– Short-term contracts (up to one year)	2 413	3 093
– Medium-term contracts (greater than one year and up to five years)	Nil	Nil

Contracts which can be terminated on one month's notice have been included for one month only.