

38. Contingencies, commitments and guarantees (continued)

38.2 Commitments

Building rentals

Rental obligations with respect to land and buildings

Not later than 1 year

Later than 1 year but not later than 5 years

GROUP June 2014 R'000	GROUP June 2013 R'000
34 044	64 003
42 669	54 145
76 713	118 148

38.3 Guarantees

Guarantees issued in respect of office rental for premises occupied by the Group

Medical aid schemes

South African Post Office

GROUP June 2014 R'000	GROUP June 2013 R'000	COMPANY June 2014 R'000	COMPANY June 2013 R'000
6 263	7 013	–	–
500	500	–	–
3 803	3 803	–	–
10 566	11 316	–	–

The Group has assessed that there is no risk of any of the guarantees being called up and accordingly no provision has been made.

39. Related-party transactions

39.1 Directors

Details relating to Directors' emoluments are disclosed in note 30. There are no loans to Directors.

The Directors' shareholdings are disclosed on page 113 of this report. Transactions within the Group are listed below.

39.2 Transactions with entities in the Group

During the period the Group entered into the following arm's length related-party transactions:

Directors

Medical aid contributions paid by directors – to schemes administered by Medscheme Holdings (Proprietary) Limited

Mr MJ Madungandaba has a controlling interest in Namane Financial Services – consulting and marketing fees paid to Namane Financial Services

Mr S Rothbart has a controlling interest in Rothbart Inc. – consulting fees paid by Medscheme Holdings (Proprietary) Limited

Associates

Medscheme Holdings (Proprietary) Limited – switching fees paid to TradeBridge (Proprietary) Limited

Medscheme Holdings (Proprietary) Limited – interest charged on loan to TradeBridge (Proprietary) Limited ***(Prior to sale)**

Jasco Electronics Holdings Limited – finance income received

Jasco Electronics Holdings Limited – investment in preference shares

GROUP June 2014 R'000	GROUP June 2013 R'000
396	322
2 052	2 052
1 800	1 826
–	8 844
–	1 009
7 151	6 048
90 000	100 000

39. Related party transactions (continued)

	GROUP June 2014 R'000	GROUP June 2013 R'000
Jasco Electronics Holdings Limited – dividends received	–	1 201
Jasco Security – Medscheme Holdings access control setup costs	–	1 885
Helios IT Solutions (Proprietary) Limited – communication set-up costs paid to Jasco Electronics	–	188
Subsidiaries		
AfroCentric Health Limited – consulting fees paid to Medscheme Holdings (Proprietary) Limited	–	8
AfroCentric Health Limited – profile fees paid to Helios IT Solutions (Proprietary) Limited	1	52
AfroCentric Health Limited – management fees paid to Medscheme Holdings (Proprietary) Limited	914	914
AfroCentric Health Limited – Telkom, TMS and printer fees paid to Helios IT Solutions (Proprietary) Limited	–	–
AfroCentric Management Services (Proprietary) Limited – profile fees paid to Helios IT Solutions (Proprietary) Limited	165	171
AfroCentric Management Services (Proprietary) Limited– Telkom ,TMS and printer fees paid to Helios IT Solutions (Proprietary) Limited	3	–
AfroCentric Management Services (Proprietary) Limited – IT support services paid to Helios IT Solutions (Proprietary) Limited	14	–
Aid for Aids Management (Proprietary) Limited – switching fees paid to Helios IT Solutions (Proprietary) Limited	–	52
Aid for Aids Management (Proprietary) Limited – Telkom, TMS and printer fees paid to Helios IT Solutions (Proprietary) Limited	944	–
Aid for Aids Management (Proprietary) Limited – profile fees paid to Helios IT Solutions (Proprietary) Limited	1 928	2 488
Allegra (Proprietary) Limited – fixed assets transferred from Helios IT Solutions (Proprietary) Limited at book value	–	2 335
Allegra (Proprietary) Limited – switching fees paid to Helios IT Solutions (Proprietary) Limited	5 114	–
Allegra (Proprietary) Limited – TMS and Telkom fees paid to Helios IT Solutions (Proprietary) Limited	9	–
Allegra (Proprietary) Limited – licence and support fee paid to Helios IT Solutions (Proprietary) Limited	872	–
Allegra (Proprietary) Limited – dividend paid to Helios IT Solutions (Proprietary) Limited	1 534	–
Bonitas Marketing Company (Proprietary) Limited – consulting paid to Helios IT Solutions (Proprietary) Limited	169	–
Bonitas Marketing Company (Proprietary) Limited – profile fees paid to Helios IT Solutions (Proprietary) Limited	–	2
Bonitas Marketing Company (Proprietary) Limited – Telkom, TMS and printer fees paid to Helios IT Solutions (Proprietary) Limited	54	–
Bonitas Marketing Company (Proprietary) Limited – broker fees paid to Medscheme Holdings (Proprietary) Limited	1 625	1 354
Bonitas Marketing Company (Proprietary) Limited – on-site support fees paid to Helios IT Solutions (Proprietary) Limited	364	157

39. Related party transactions (continued)

	GROUP June 2014 R'000	GROUP June 2013 R'000
Bonitas Marketing Company (Proprietary) Limited – subscription fees paid to Marabou Travel Management (Proprietary) Limited	211	–
Helios IT Solutions (Proprietary) Limited – management fees paid to Medscheme Holdings (Proprietary) Limited	–	–
Helios IT Solutions (Proprietary) Limited – consulting fees paid to Medscheme Holdings (Proprietary) Limited	–	308
Helios IT Solutions (Proprietary) Limited – management fees paid to AfroCentric Management Services (Proprietary) Limited	2 400	2 400
Helios IT Solutions (Proprietary) Limited – fixed assets transferred from Medscheme Holdings (Proprietary) Limited at book value	–	76 266
Helios IT Solutions (Proprietary) Limited – switching fees paid to Allegra (Proprietary) Limited	–	26 408
IE Business Insight Strategic Consulting (Proprietary) Limited – management fees paid to Medscheme Holdings (Proprietary) Limited	–	360
IE Business Insight Strategic Consulting (Proprietary) Limited – profile fees paid to Helios IT Solutions (Proprietary) Limited	–	18
IE Business Insight Strategic Consulting (Proprietary) Limited – management fees paid to Marabou Travel Management (Proprietary) Limited	1 087	1 186
IE Business Insight Strategic Consulting (Proprietary) Limited – fixed assets transferred from Helios IT Solutions (Proprietary) Limited at book value	–	4 858
Marabou Travel (Proprietary) Limited – management fees paid to Marabou Travel Management (Proprietary) Limited	2 132	1 140
Marabou Travel Management (Proprietary) Limited – management fees paid to Marabou Travel (Proprietary) Limited	2 132	2 326
Medscheme Administrators Swaziland (Proprietary) Limited – management fees paid to Medscheme Holdings (Proprietary) Limited	1 320	1 320
Medscheme Administrators Swaziland (Proprietary) Limited – switching fees paid to Helios IT Solutions (Proprietary) Limited	–	195
Medscheme Administrators Swaziland (Proprietary) Limited – IT support services paid to Helios IT Solutions (Proprietary) Limited	679	–
Medscheme Administrators Swaziland (Proprietary) Limited – profile fees paid to Helios IT Solutions (Proprietary) Limited	346	338
Medscheme Administrators Swaziland (Proprietary) Limited – licence and support fees paid to Helios IT Solutions (Proprietary) Limited	2 659	1 925
Medscheme Asset management (Proprietary) Limited – profile fees paid to Helios IT Solutions (Proprietary) Limited	85	–
Medscheme Asset management (Proprietary) Limited – Telkom, TMS and printer fees paid to Helios IT Solutions (Proprietary) Limited	21	–
Medscheme Holdings (Proprietary) Limited – management fees paid to AfroCentric Management Services (Proprietary) Limited	25 280	23 480
Medscheme Holdings (Proprietary) Limited – IT support services paid to Helios IT Solutions (Proprietary) Limited	536	–
Medscheme Holdings (Proprietary) Limited – management fees paid to AfroCentric Health Limited	2 089	2 089
Medscheme Holdings (Proprietary) Limited – switching fees paid to Allegra (Proprietary) Limited	23 857	–
Medscheme Holdings (Proprietary) Limited – subscription fees paid to Marabou Travel Management (Proprietary) Limited	162	157

39. Related party transactions (continued)

	GROUP June 2014 R'000	GROUP June 2013 R'000
Medscheme Holdings (Proprietary) Limited – switching fees paid to Helios IT Solutions (Proprietary) Limited	15 617	11 699
Medscheme Holdings (Proprietary) Limited – information technology admin fees paid to Helios IT Solutions (Proprietary) Limited	184 172	195 449
Medscheme Holdings (Proprietary) Limited – profile fees paid to Helios IT Solutions (Proprietary) Limited	59 598	56 257
Medscheme Holdings (Proprietary) Limited – dividend paid to AfroCentric Health Limited	244 698	–
Medscheme Namibia (Proprietary) Limited – licence and support fees paid to Helios IT Solutions (Proprietary) Limited	3 695	3 877
Medscheme Namibia (Proprietary) Limited – management fees paid to Medscheme Holdings (Proprietary) Limited	324	324
Medscheme Namibia (Proprietary) Limited – profile fees paid to Helios IT Solutions (Proprietary) Limited	690	–
AfroCentric Health Limited – management fees paid to AfroCentric Investment Corporation	–	100
AfroCentric Investment Corporation Limited – loan advanced by AfroCentric Health Limited	75 342	110 016
<i>* Balance at year-end</i>	9 693	6 284
AfroCentric Investment Corporation Limited – interest charged on loan from AfroCentric Health Limited	1 500	1 000
AfroCentric Investment Corporation Limited – management fees paid to Medscheme Holdings (Proprietary) Limited	126 865	–
AfroCentric Health Limited – dividend paid to AfroCentric Investment Corporation		

39.3 Key management personnel compensation

	GROUP June 2014 R'000	GROUP June 2013 R'000	COMPANY June 2014 R'000	COMPANY June 2013 R'000
Short-term employee benefits	3 716	4 521	–	–
Share-based payments (note 37)	10 765	39 868	815	17 665

Key management personnel comprise Executive Directors within the AfroCentric Health Limited Group.

39.4 Inter-Group guarantees

The following Group companies have provided cross guarantees to the AfroCentric Health Limited bankers, for facilities offered to that Company:

- Medicaid Administrators (Proprietary) Limited
- Medscheme (Namibia) (Proprietary) Limited
- Medscheme Administrators (Swaziland) (Proprietary) Limited
- Helios IT Solutions (Proprietary) Limited