NOTES TO THE GROUP ANNUAL FINANCIAL STATEMENTS CONTINUED

FOR THE YEAR ENDED 30 JUNE 2017

9. FINANCIAL INSTRUMENTS CONTINUED

9.10 Financial assets at amortised cost

	GROUP		COMPANY	
	June 2017 R'000	**June 2016 R'000**	**June 2017 R'000**	**June 2016 R'000**
Non-current assets				
AA – Standard Bank	**–**	70 496	**–**	70 496
AA – Investec Bank	**–**	73 265	**–**	73 265
	–	143 761	**–**	143 761
Current assets				
AA – Investec Bank	**79 892**	–	**79 892**	–
	79 892	–	**79 892**	–

AA – The financial instrument is judged to be of high quality, is subject to very low credit risk and indicates quality issuers.

During the prior year AfroCentric Investment Corporation Limited invested funds into the following investments, namely:

- Standard Bank Notice Deposit
- Investec Wholesale Structured Deposit

Classification financial assets at amortised cost

Deposits are non-derivative financial assets with fixed or determinable payments that are not quoted on an active market. The deposits are included as non-current assets, except for those with maturities less than 12 months from the end of the reporting period, which would be classified as current assets. The carrying amount approximates the fair value of the investments.

10. INVESTMENT IN ASSOCIATES

	GROUP		COMPANY	
	June 2017 R'000	**June 2016 R'000**	**June 2017 R'000**	**June 2016 R'000**
Carrying value	**38 823**	24 477	**–**	–

During the current year a 51% interest was purchased in The Cheese Has Moved Proprietary Limited. The Group has significant influence over this entity. We do not control the voting power of the Board decision-making therefore this is an associate.

During the prior year a 26% interest was purchased in Activo Health Proprietary Limited. The Group has significant influence over this entity.

At 30 June 2016, Invisible Card Company was fully impaired as the business is not trading.

In the current year, only Activo Health Proprietary Limited's total aggregate assets, liabilities and results of operations are disclosed as it is the most significant associate.

10. INVESTMENT IN ASSOCIATES CONTINUED

	GROUP	
	June 2017 R'000	June 2016 R'000
Non-current assets (excluding intangible assets)	**1 227**	961
Intangible assets	**21 536**	19 871
Current assets	**109 035**	110 015
Total assets	**131 798**	130 847
Non-current liabilities	**1**	74 918
Current liabilities	**74 909**	36 957
Total liabilities	**74 910**	111 875
Revenue	**388 058**	263 318
Total comprehensive income attributable to ordinary shareholders	**37 138**	7 479
Net profit for the year	**37 138**	7 479
Other comprehensive income	**–**	–

	GROUP		COMPANY	
	June 2017 R'000	June 2016 R'000	June 2017 R'000	June 2016 R'000
Balance at the beginning of the period	**24 477**	14 873	**–**	–
Share of after taxation profit	**14 306**	10 118	**–**	–
Dividends received	**(5 010)**	(4 112)	**–**	–
Impairment of Invisible Card Company[1]	**–**	(5 359)	**–**	–
Purchase of Activo Health[2]	**–**	8 957	**–**	–
Purchase of The Cheese Has Moved[3]	**5 050**			
Balance at the end of period	**38 823**	24 477	**–**	–

[1] *In the 2016 year-end, Invisible Card Company Proprietary Limited was fully impaired.*

[2] *Activo Health Proprietary Limited was acquired during the 2016 year as part of the WAD healthcare assets acquisition to strategically align with the Group's integrated healthcare offering.*

[3] *The Cheese Has Moved Proprietary Limited was acquired during the 2017 year to strategically align with the Group's integrated offering.*

Individually immaterial associates

In addition to the interest in Activo Health disclosed above, the Group has interests in The Cheese Has Moved and Associated Fund Administrators which are immaterial associates that are accounted for using the equity method.

	GROUP	
	June 2017 R'000	June 2016 R'000
Aggregate carrying amount of individually immaterial associates	**12 730**	8 041
Aggregate amounts of the Group's share of:		
Profit/(loss) from continuing operation	**4 649**	2 639
Other comprehensive income	**–**	–
Total comprehensive income	**4 649**	2 639

NOTES TO THE GROUP ANNUAL FINANCIAL STATEMENTS CONTINUED

FOR THE YEAR ENDED 30 JUNE 2017

10. INVESTMENT IN ASSOCIATES CONTINUED

	Reporting date	Number of shares held	Percentage holdings June 2017 R'000	Percentage holdings June 2016 R'000	GROUP carrying amount June 2017 R'000	GROUP carrying amount June 2016 R'000	COMPANY carrying amount June 2017 R'000	COMPANY carrying amount June 2016 R'000
Unlisted								
Activo Health (Pty) Ltd	30 June	26	**26**	26	**26 093**	16 436	**–**	–
Associated Fund Administrators (Pty) Ltd	30 September	24 000	**24**	24	**8 405**	8 041	**–**	–
Invisible Card Company (Pty) Ltd*	30 June	30	**40**	40	**–**	–	**–**	–
The Cheese Has Moved (Pty) Ltd	30 June	51	**51**	–	**4 325**	–	**–**	–
AfroCentric Health Solutions Limited (Kenya Investments)	31 December	26	**26**	26	**–**	–	**–**	–
					38 823	24 477	**–**	–

In the 2016 year end, Invisible Card Company Proprietary Limited was fully impaired.

All the above are incorporated in South Africa except for Associated Fund Administrators Botswana Proprietary Limited which is incorporated in Botswana and AfroCentric Health Solutions Limited which is incorporated in Kenya.

Due to the Group's non-controlling interest in Associated Fund Administrators Botswana Proprietary Limited, it has no influence in aligning its reporting dates with the Group's. Management accounts was used to equity account this investment. In the current financial year, Activo Health has aligned its reporting date with the Group's, 30 June.

	Opening carrying amount 1 July 2016 R'000	Share of after tax profit/ (losses) R'000	Fair value/ impair-ment R'000	Reclassifi-cation/ disposals/ acquisi-tions R'000	Dividends received R'000	Closing carrying amount 30 June 2017 R'000
Unlisted						
Activo Health (Pty) Ltd	16 436	9 657	–	–	–	**26 093**
Associated Fund Administrators Botswana (Pty) Ltd	8 041	5 374	–	–	(5 010)	**8 405**
Invisible Card Company (Pty) Ltd	–	–	–	–	–	**–**
The Cheese Has Moved (Pty) Ltd	–	(725)	–	5 050	–	**4 325**
AfroCentric Health Solutions Limited (Kenya Investments)	–	–	–	–	–	**–**
	24 477	14 306	–	5 050	(5 010)	**38 823**

	Shares at cost June 2017 R'000	Shares at cost June 2016 R'000	Equity profits June 2017 R'000	Equity profits June 2016 R'000	Carrying amount of investment June 2017 R'000	Carrying amount of investment June 2016 R'000
Unlisted						
Activo Health (Pty) Ltd	**8 957**	8 957	**17 136**	7 479	**26 093**	16 436
Associated Fund Administrators (Pty) Ltd	**523**	523	**7 882**	7 518	**8 405**	8 041
Invisible Card Company (Pty) Ltd*	**6 346**	6 346	**(6 346)**	(6 346)	**–**	–
The Cheese Has Moved (Pty) Ltd	**5 050**	–	**(725)**	–	**4 325**	–
AfroCentric Health Solutions Limited (Kenya Investments)	**18 211**	18 211	**(18 211)**	(18 211)	**–**	–
	39 087	34 037	**(264)**	(9 560)	**38 823**	24 477

Invisible Card Company Proprietary Limited was fully impaired in the 2016 year-end.