NOTES TO THE GROUP ANNUAL FINANCIAL STATEMENTS CONTINUED

FOR THE YEAR ENDED 30 JUNE 2017

29. DIVIDENDS

AfroCentric Investment Corporation Limited passed two resolutions whereby dividends were declared in the 2017 financial year. The first dividend was declared in September 2016 of 12 cents per share and the second dividend was declared in March 2017 of 14 cents per share, being the interim dividend. The Rand value of R66.5 million was paid in November 2016 for the first dividend and R77.6 million was paid in May 2017 for the second dividend. These dividends were debited to retained earnings in 2017.

	GROUP		COMPANY	
	June 2017 R'000	**June 2016 R'000**	**June 2017 R'000**	**June 2016 R'000**
Dividend declared by AfroCentric Investment Corporation Limited in September 2016	**66 525**	55 438	**66 525**	55 438
Dividend declared by AfroCentric Investment Corporation Limited in March 2017	**77 613**	66 525	**77 613**	66 525
Other dividends in the Group:				
Dividend declared and paid by ACT Healthcare Assets Proprietary Limited to non-controlling interests	**14 350**	4 536	**–**	–
Dividend declared and paid by Medscheme (Namibia) Proprietary Limited to non-controlling interests	**15 222**	4 408	**–**	–
Dividend declared and paid by Allegra Proprietary Limited to non-controlling interests	**3 044**	578	**–**	–

30. SHARE-BASED PAYMENTS

The Boards of AfroCentric and AHL had approved an allocation of 7 million additional shares that was not originally stipulated in the 2008 Acquisition Agreement.

The issue of the share executive awards had no effect on the statement of cash flows.

The AfroCentric Investment Corporation Limited Group, of which the AHL Group is a subsidiary, has allocated share-based awards to certain executive directors of the AHL Group as part of their remuneration package. The share awards are at an AfroCentric Investment Corporation Limited Group level. The Group measures the fair value of the share awards or equity instruments granted, in line with the Group's accounting policy.

The granting of the share awards was based on job level, merit and performance and was entirely at the discretion of executive management acting on the recommendations of the shareholders.

These shares awarded are additional shares allocated to the Executive Directors of AHL Group depending on the rules as set out in the share awards agreement. The share price on 1 November 2013, which is grant date, was used to determine the IFRS 2 charge for 2017. The number of shares awarded, i.e. 511 111 multiplied by the share price of R4.10 on grant date resulted in a R2.1 million charge to the statement of comprehensive income. The remaining shares were awarded in the period 1 November 2016.

	GROUP		COMPANY	
	June 2017 R'000	**June 2016 R'000**	**June 2017 R'000**	**June 2016 R'000**
Executive awards	**7 000**	7 000	**805**	805
Movements in number of instruments:				
Outstanding at the beginning of the year	**6 488**	4 916	**54**	471
Exercised	**(6 999)**	–	**(54)**	–
Vested	**511**	1 572	**–**	(417)
Active employees	**511**	1 572	**–**	(417)
Outstanding at the end of the year	**–**	6 488	**–**	54

In 2017 there were 511 111 shares that vested (2016: 1 571 795 shares). In 2017, 6 999 999 shares (2016: nil) were exercised. The related weighted average share price at the time of exercise was R4.10 per share.

Shares were held by AfroCentric Management Services Proprietary Limited until such time that the pre-determined conditions had been achieved over the period commencing 1 November 2013 and ending 1 November 2016.

AfroCentric has settled its obligation and the share-based payment reserve has been released.