16. Accrual for straight-lining of leases

All leased assets in the Group relate to operating leases of property. Below is a summary of the most significant leasing arrangements:

Property location	Start date	End date	Rental per month	Escalation rate
The Boulevard, Woodstock Cape Town	1 October 2014	30 September 2019	R3.1 million	8.0%
Florida North, Roodepoort	1 December 2014	30 November 2019	R1.9 million	7.5%

	Group
	R'000
Balance as at 30 June 2016	15 642
Credited to the statement of comprehensive income:	
– movements in provision	230
Balance as at 30 June 2017	15 872
Credited to the statement of comprehensive income:	
– movements in provision	(2 486)
Balance as at 30 June 2018	13 386

	Group	
	June 2018 R'000	June 2017 R'000
Non-current portion	15 915	18 979
Current portion	(2 529)	(3 107)
	13 386	15 872

17. Employment benefit liability

	Group		
	Bonuses R'000	Leave pay R'000	Total R'000
Balance as at 30 June 2016	61 117	45 660	106 777
Charged/(credited) to the statement of comprehensive income:			
– additional provisions	81 003	–	81 003
– amounts reversed	–	(1 158)	(1 158)
Utilised during the year	(95 621)	(4 768)	(100 389)
Balance as at 30 June 2017	46 499	39 734	86 233
Charged to the statement of comprehensive income:			
– additional provisions	69 695	8 812	78 507
Utilised during the year	(110 058)	(4 727)	(114 785)
Balance as at 30 June 2018	6 136	43 819	49 955

	Company		
	Bonuses R'000	Leave pay R'000	Total R'000
Balance as at 30 June 2017	4 500	–	4 500
Charged/(credited) to the statement of comprehensive income:			
– amounts reversed	(4 500)	–	(4 500)
Balance as at 30 June 2018	–	–	–

NOTES TO THE GROUP ANNUAL FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 30 JUNE 2018

17. Employment benefit liability (continued)

The provision for management incentive bonuses was payable at the end of October 2017 and May 2018, whilst the remaining provision for staff is payable at the end of December 2018 to staff as part of a salary restructuring arrangement based on their cost to Company. The leave pay provisions are primarily in respect of leave pay to be settled in the next financial year.

18. Revenue

	Group		Company	
	June 2018 R'000	June 2017 R'000	June 2018 R'000	June 2017 R'000
Revenue from sale of goods	**1 241 769**	1 069 435	**–**	–
Administration fees	**1 411 297**	1 385 844	**–**	–
Health risk management fees	**1 117 970**	929 411	**–**	–
Management fees	**2 550**	1 869	**–**	–
IT revenue and other	**428 921**	398 142	**50**	50
Healthcare insurance	**10 198**	–	**–**	–
Revenue from performance of services	**2 970 936**	2 715 266	**50**	50
Total revenue	**4 212 705**	3 784 701	**50**	50

19. Cost of pharmaceutical products and finished goods

	Group		Company	
	June 2018 R'000	June 2017 R'000	June 2018 R'000	June 2017 R'000
Opening inventory	**73 376**	72 310	**–**	–
Purchases	**934 790**	837 800	**–**	–
Closing inventory	**(83 532)**	(73 376)	**–**	–
	924 634	836 734	**–**	–