19. REVENUE (CONTINUED)

(B) Contract balances (continued)

Performance obligations and revenue recognition policies

Revenue is measured based on the consideration specified in a contract with a customer.

The Group recognises revenue when it transfers control over a good or for services rendered, once the performance obligation of the service is satisfied.

The table in Note 1(m)(i) provides information about the nature and timing of the satisfaction of performance obligations in contracts with customers, including significant payment terms, and the related revenue recognition policies.

All contracts within the Group have a single performance obligation hence the allocation of transaction price is not required.

20. COST OF PHARMACEUTICAL PRODUCTS AND FINISHED GOODS

	Group		Company	
	2020 R'000	Restated 2019 R'000	2020 R'000	Restated 2019 R'000
Opening inventory	283 732	83 532	–	–
Purchases	1 431 326	1 509 530	–	–
Closing inventory	(297 851)	(283 732)	–	–
	1 417 207	1 309 330	–	–
Cost of distribution of pharmaceutical products	72 561	75 941	–	–
	1 489 768	1 385 271	–	–

21. PROFIT BEFORE TAXATION

Profit before taxation is stated after charging/(crediting) the following items:

	Group		Company	
	2020 R'000	Restated[1] 2019 R'000	2020 R'000	2019 R'000
Auditors' remuneration (included in other expenses)	16 675	11 119	2 301	1 685
Audit fees	15 736	11 119	1 583	1 685
Prior period under provision	939	–	718	–
Depreciation of property, plant and equipment	62 514	55 909	–	–
Motor vehicles	3 626	2 388	–	–
Computer equipment	31 354	30 187	–	–
Buildings	4 601	3 386	–	–
Furniture and fittings	14 381	12 058	–	–
Property and equipment	8 552	7 890	–	–
Amortisation of development costs and other intangible assets	164 153	110 941	–	–
Share-based payment expense	9 124	7 785	226	–
Fair value of contingent consideration	–	407	–	–
Right of use asset depreciation	71 781	82 666	–	–
Bad debt write-off	2 453	3 602	–	–
Expected credit loss allowance	3 686	326	–	–
Lease rentals (included in rent and property costs)	87 059	97 624	–	–
Buildings	74 727	11 372	–	–
Motor vehicles	319	273	–	–
Office equipment and furniture	12 013	85 979	–	–
Repairs and maintenance (included in rent and property costs)	6 234	6 048	–	–

[1] *Refer to Note 35.2 for the details of the restatement.*