Notes to the financial statements continued

for the year ended 30 JUNE 2021

27. Cash flows from operating activities

	Group		Company	
	2021 R'000	2020 R'000	2021 R'000	2020 R'000
Profit before tax from operating activities	699 518	622 674	–	–
Loss before tax from discontinued operations	(13 871)	(9 117)	–	–
Profit before tax	685 647	613 557	179 121	43 337
Adjustments for:				
Dividends received	(1 000)	–	(199 795)	(56 012)
Profit on sale of investment	(1 314)	–	–	–
Right of use assets depreciation	66 583	71 781	–	–
Interest on lease	21 422	27 886	–	–
Finance income	(19 595)	(26 888)	(99)	(6 555)
Finance costs	35 673	43 889	1 035	7
Bad debts written off	8 705	2 453	–	–
Increase in expected credit loss allowance	2 009	3 686	–	–
Net actuarial gains	–	(16)	–	–
Depreciation	78 337	62 514	–	–
Fair value gains/(losses)	6 307	(197)	17	(183)
Amortisation of intangible assets	195 054	164 153	–	–
Impairment of intangibles	3 182	2 919	–	–
Write-off of inventory	2 723	–	–	–
Impairment provision on investments and loans	7 196	11	–	–
Loss on disposal of tangible assets	3 947	1 940	–	–
Write-off of intangible assets	26 793	–	–	–
Share-based payment expense	10 694	9 124	10 694	9 124
Reclassification of foreign currency translation reserve	10 401	–	–	–
Share of profit from associates and joint ventures	(8 294)	(7 990)	–	–
Other adjustments for non-cash items	(4 139)	(10 270)	77	6
Cash flow before working capital changes	1 130 331	958 552	(8 950)	(10 276)
Working capital changes				
Inventory	(126 435)	(14 119)	–	–
Trade and other receivables	(3 662)	27 159	118	(25)
Trade and other payables	51 219	(45 964)	620	(798)
Provisions	(38 441)	14 117	–	(1 877)
Cash generated from/(utilised in) operations	1 013 012	939 745	(8 212)	(12 976)

28. Income tax paid

	Group 2021 R'000	Group 2020 R'000	Company 2021 R'000	Company 2020 R'000
Balance at the beginning of the year (liability)/asset	(4 953)	5 098	2 677	3 211
Balance at the end of the year (asset)/liability	(8 752)	4 953	(1 075)	(2 677)
Charge to the statement of comprehensive income	(205 741)	(155 865)	(12 762)	(688)
Less deferred tax included in taxation expense	(17 863)	(11 488)	12 732	688
Securities transfer tax	–	–	–	–
Take on balance*	(27 755)	–	–	–
Taxation (credit)/expense related to discontinued operations	(137)	995	–	–
Deferred tax included in discontinued operations	(1 630)	(2 327)	–	–
	(266 831)	(158 634)	1 572	534

* *The take on balance relates to the current tax balances at acquisition of DENIS Group during the financial year.*