Notes to the financial statements continued
for the year ended 30 JUNE 2021

6. Property and equipment

	Group					
	Land and building R'000	Equipment R'000	Motor vehicles R'000	Furniture and fittings R'000	Computer equipment R'000	Total R'000
Reconciliation for the year ended 30 June 2021						
Balance at 1 July 2020						
At cost	271 603	97 653	22 778	141 818	267 785	801 637
Accumulated depreciation	(10 229)	(58 574)	(11 127)	(79 631)	(170 119)	(329 680)
Net book value	261 374	39 079	11 651	62 187	97 666	471 957
Movements for the year ended 30 June 2021						
Additions	2 000	93 796	7 215	22 152	159 462	284 625
Acquisitions through business combinations	63 717	1 909	–	2 649	16 044	84 319
Depreciation	(5 587)	(10 092)	(4 545)	(15 609)	(42 504)	(78 337)
Reclassification	–	(470)	–	1 342	(872)	–
Disposals	–	(67 497)	(463)	(1 181)	(2 854)	(71 995)
Property, plant and equipment at the end of the year	321 504	56 725	13 858	71 540	226 942	690 569
Closing balance at 30 June 2021						
At cost	337 824	114 521	28 536	153 786	413 750	1 048 417
Accumulated depreciation	(16 320)	(57 796)	(14 678)	(82 246)	(186 808)	(357 848)
Net book value	321 504	56 725	13 858	71 540	226 942	690 569
Reconciliation for the year ended 30 June 2020						
Balance at 1 July 2019						
At cost	193 183	99 034	18 869	131 383	267 937	710 406
Accumulated depreciation	(6 461)	(43 849)	(8 683)	(67 004)	(167 851)	(293 848)
Net book value	186 722	55 185	10 186	64 379	100 086	416 558
Movements for the year ended 30 June 2020						
Additions	79 253	4 676	5 311	14 028	33 701	136 969
Depreciation	(4 601)	(8 552)	(3 626)	(14 381)	(31 354)	(62 514)
Disposals	–	(12 230)	(220)	(1 839)	(4 767)	(19 056)
Property, plant and equipment at the end of the year	261 374	39 079	11 651	62 187	97 666	471 957
Closing balance at 30 June 2020						
At cost	271 603	97 653	22 778	141 818	267 785	801 637
Accumulated depreciation	(10 229)	(58 574)	(11 127)	(79 631)	(170 119)	(329 680)
Net book value	261 374	39 079	11 651	62 187	97 666	471 957

Notes to the financial statements continued

for the year ended 30 JUNE 2021

6. Property and equipment continued

6.1 Right of use asset

The Company has not entered into any leases. The right of use asset arose from leases entered into by the subsidiaries within the Group.

	Group R'000
Year ended 30 June 2021	
Opening carrying amount	**234 980**
Additions	**21 250**
Modifications/Disposals	**(12 723)**
Depreciation charge	**(66 583)**
Closing carrying amount	**176 924**
At 30 June 2021	
At cost	**381 710**
Accumulated depreciation	**(204 786)**
Closing carrying amount	**176 924**
Year ended 30 June 2020	
Opening carrying amount	290 136
Additions	18 182
Disposals	(1 146)
Lease modification	(411)
Depreciation charge	(71 781)
Closing carrying amount	234 980
At 30 June 2020	
At cost	384 264
Accumulated depreciation	(149 284)
Closing carrying amount	234 980

7. Investment property

7.1 Balances at year-end and movements for the year

	Group		Company	
	2021 R'000	2020 R'000	2021 R'000	2020 R'000
Balance at the beginning of the year at fair value	**15 418**	15 418	**–**	–
Fair value adjustment	**(7 653)**	–	**–**	–
Balance at the end of the year at fair value	**7 765**	15 418	**–**	–

7.2 Fair value measurements

Investment property consists of land; portion 108 (a portion of portion 27) of the farm Weltevreden 202 Roodepoort, South Africa. It is held for capital appreciation and is not occupied by the Group.

The valuation was prepared by an independent valuer, J van der Hoven in May 2021, a property practitioner from De Hoven Proprietary Limited. J van der Hoven obtained his Post-Graduate Master's Degree in Architecture (recognised by Royal Institute of British Architects (RIBA) and Architects Registration Board (ARB) and has more than 10 years' experience as a property practitioner.

The fair value of investment property was determined based on comparable sales method.

Pursuant to the expiry of the current zoning rights (Business 4 and Residential 3 rights) effective 24 May 2021, an application has been submitted to reduce the current approved zoning rights to Parking and a private Sport Recreation facility. Based on the 2021 property valuation report, the fair value of the land based on the de-zoning and a reduction in land use rights is R7.8 million. A fair value loss has thus been incurred.