

La Concorde Holdings Limited

(Registration number 2009/012871/06)

Consolidated financial statements
for the year ended 31 March 2017

La Concorde Holdings Limited

(Registration number 2009/012871/06)

Consolidated Financial Statements for the year ended 31 March 2017

General Information

Country of incorporation and domicile	South Africa
Nature of business and principal activities	Holding company
Directors	F du Plessis NL Ellis A van der Veen JA Copelyn MM Loftie-Eaton Y Shaik
Registered office	57 Main Street La Concorde Building Paarl 7646
Postal address	PO Box 6185 Paarl 7620
Holding company	Niveus Investments Limited, a company incorporated in South Africa and listed on the Johannesburg Securities Exchange
Ultimate holding company	Hosken Consolidated Investments Limited, a company incorporated in South Africa and listed on the Johannesburg Securities Exchange
Bankers	First National Bank
Auditors	PricewaterhouseCoopers Inc. Chartered Accountants (SA) Registered Auditor
Secretary	HCI Managerial Services Proprietary Limited
Company registration number	2009/012871/06
Level of assurance	These consolidated financial statements have been audited in compliance with the applicable requirements of the Companies Act 71 of 2008.
Preparer	The financial statements were prepared under the supervision of: C Ham CA(SA)

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The reports and statements set out below comprise the consolidated financial statements presented to the shareholders:

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Chief Executive Officer's Report

1. Commentary

During the year the company was renamed as La Concorde Holdings Limited following the sale of the KWV Holdings Limited ("KWV") operational assets. KWV was established to coordinate and stabilize the South African wine industry. Starting under the leadership of the first CEO, Dr Charles Kohler, the company transformed the South African wine industry and built KWV into an internationally recognized company and brand. The sale of the KWV assets and associated brand brings an end to this era and the company is now required to reassess its future plans.

The company's assets now comprise cash and near cash resources of approximately R1,2 billion, property assets valued at R207 million and an art collection valued at R42 million. These valuations were independently obtained at the time the operational assets were sold. If the directors believe that the valuation of these assets have changed substantially, they will obtain updated independent valuations and disclose these valuations as part of the financial results in future.

The board and management are assessing the future options of the company and continue to engage with the various stakeholders to formalise a future strategy. The controlling shareholder has indicated that its preference is that the resources of the company be retained and utilised to make other investments rather than to return the capital to shareholders.

The operating cost to manage the company is low and cost of the contract with Niveus Investments Limited ("Niveus") for the executive management of the company, is less than 0,5% of the assets of company per annum. This enables the company to take the required time to evaluate its future, without the burden of an expensive head office and management cost. The future management cost of the company will be assessed as part of the overall business strategy.

In the interim, the company is focused on its property assets to ensure that each property asset has a development or optimization plan.

The company will continue to invest its cash resources in low risk investment instruments while retaining the flexibility to access the cash in order to invest in opportunities should it present itself. The company has no sectoral or risk preferences but at this time it is expected that the majority of the company's assets will be invested in assets that have a moderate to low investment risk.

2. Overview of the results of the company

As disclosed in our interim results, KWV concluded agreements in terms of which the company disposed of its operational assets for an aggregate consideration of R1,18 billion.

The consolidated book value of the operational assets and liabilities is R1,37 billion as at 30 September 2016, which is reduced to the sale price of R1,18 billion, resulting in a loss of R191 million before tax.

On 14 October 2016, R575 million, approximately 50% of the purchase consideration, was paid by the buyer. The remainder of the purchase consideration is deferred and will be settled in three instalments on 1 October 2017, 1 October 2018 and 1 October 2019. The instalments are secured by way of Investec Bank payment obligations that carry interest at 8,5%, compounded annually. The balance of the purchase consideration is disclosed as loans receivable.

The net cash flow shown in the consolidated statement of cash flows of R520 million includes cash of R55 million disposed of.

The company earned interest income of R46,8 million on its cash balances and loans receivable for the period under review.

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Chief Executive Officer's Report

3. Discontinued operations

Discontinued operations comprise the sale of branded spirits, wines, RTDs and contract bottling. Refer to note 23 for further details.

4. Subsequent events

There were no material events between 31 March 2017 and the date of this report.

5. Dividends

The directors have resolved to declare an ordinary dividend of 50 cents per share and a special dividend of 50 cents per share resulting in a total dividend of R1 per share.

The applicable dates are as follows:

Distribution declared	Monday, 30 May 2017
Last day to trade cum distribution	Monday, 12 June 2017
Shares trade ex distribution	Tuesday, 13 June 2017
Record date	Thursday, 15 June 2017
Payment date	Monday, 19 June 2017

The dividend meets the definition of a dividend in terms of the Income Tax Act (No. 58 of 1962). The dividend amount net of South African dividends tax of 20% is 80 cents per share to those shareholders that are not exempt from dividends tax.

The company's tax reference number is 9591/295/168. There are 68 980 374 ordinary shares in issue, as at 30 May 2017.

On behalf of the board of directors



Andre van der Veen

La Concorde Holdings Limited

(Registration number 2009/012871/06)

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Directors' Responsibilities and Approval

The directors are required in terms of the Companies Act 71 of 2008 to maintain adequate accounting records and are responsible for the content and integrity of the consolidated financial statements and related financial information included in this report. It is their responsibility to ensure that the consolidated financial statements fairly present the state of affairs of the group as at the end of the financial year and the results of its operations and cash flows for the period then ended, in conformity with International Financial Reporting Standards. The external auditors are engaged to express an independent opinion on the consolidated financial statements.

The consolidated financial statements are prepared in accordance with International Financial Reporting Standards and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgements and estimates.

The directors acknowledge that they are ultimately responsible for the system of internal financial control established by the group and place considerable importance on maintaining a strong control environment. To enable the directors to meet these responsibilities, the board sets standards for internal control aimed at reducing the risk of error or loss in a cost effective manner. The standards include the proper delegation of responsibilities within a clearly defined framework, effective accounting procedures and adequate segregation of duties to ensure an acceptable level of risk. These controls are monitored throughout the group and all employees are required to maintain the highest ethical standards in ensuring the group's business is conducted in a manner that in all reasonable circumstances is above reproach. The focus of risk management in the group is on identifying, assessing, managing and monitoring all known forms of risk across the group. While operating risk cannot be fully eliminated, the group endeavours to minimise it by ensuring that appropriate infrastructure, controls, systems and ethical behaviour are applied and managed within predetermined procedures and constraints.

The directors are of the opinion, based on the information and explanations given by management, that the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation of the consolidated financial statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or loss.

The directors have reviewed the group's cash flow forecast for the year to 31 March 2018 and, in light of this review and the current financial position, they are satisfied that the group has or had access to adequate resources to continue in operational existence for the foreseeable future.

The external auditors are responsible for independently auditing and reporting on the group's consolidated financial statements. The consolidated financial statements have been examined by the group's external auditors and their report is presented on pages 8 to 9.

The consolidated financial statements set out on page 10 to 44, which have been prepared on the going concern basis, were approved by the board on 17 July 2017 and were signed on their behalf by:



Director



Director

La Concorde Holdings Limited

(Registration number 2009/012871/06)

Consolidated Financial Statements for the year ended 31 March 2017

Declaration by the company secretary

I hereby confirm, in my capacity as company secretary of La Concorde Holdings, that for the period ended 31 March 2017, the company has filed all required returns and notices in terms of the Companies Act 71 of 2008, as amended, and that all such returns and notices are to the best of my knowledge and belief true, correct and up to date.



HCI Managerial Services Proprietary Limited
Company Secretary

La Concorde Holdings Limited

(Registration number 2009/012871/06)

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Audit Committee Report

The audit committee of Niveus Investments Limited ("Niveus") also acts as the statutory audit committee for La Concorde Holdings Limited ("La Concorde"), a public group company subsidiary that are legally required to have such a committee.

Niveus's audit committee fulfils its responsibilities as the statutory audit committee for La Concorde by considering:

- Information and explanations provided by management;
- Discussions with Niveus's financial director, whom monitors La Concorde's financial reporting;
- Discussions with Niveus's representative serving as non-executive director on Niveus's board ;
- Review of minutes of a meeting held by aforementioned individuals to consider La Concorde's financial reporting for the year under review;
- Reports provided by La Concorde's external auditor, PricewaterhouseCoopers Inc.

Based on the results of the aforementioned procedures, the Niveus audit committee:

- Is satisfied with the independence and objectivity of the external auditor, PricewaterhouseCoopers Inc.;
- Has recommended the fees payable to the external auditor;
- Is satisfied with the extent of non-audit-related services performed;
- Is satisfied that the financial function, including the financial director, has the appropriate expertise, experience and resources; and;
- Is satisfied that there was no material breakdown in the internal financial controls of the company during the year.

The committee has evaluated the annual financial statements of the company and group for the year ended 31 March 2017, and based on the information provided to the committee, considers that the group complies, in all material respects, with the requirements of the Companies Act, 71 of 2008, as amended, and International Financial Reporting Standards.

Niveus Risk and Audit Committee



Independent auditor's report

To the Shareholders of La Concorde Holdings Limited

Report on the audit of the consolidated and separate financial statements

Our opinion

In our opinion, the consolidated and separate financial statements present fairly, in all material respects, the consolidated and separate financial position of La Concorde Holdings Limited (the Company) and its subsidiaries (together the Group) as at 31 March 2017, and its consolidated and separate financial performance and its consolidated and separate cash flows for the year then ended in accordance with International Financial Reporting Standards and the requirements of the Companies Act of South Africa.

What we have audited

La Concorde Holdings Limited's consolidated and separate financial statements set out on pages 12 to 44 comprise:

- the consolidated and separate statements of financial position as at 31 March 2017;
- the consolidated and separate statements of profit or loss and other comprehensive income for the year then ended;
- the consolidated and separate statements of changes in equity for the year then ended;
- the consolidated and separate statements of cash flows for the year then ended; and
- the notes to the financial statements, which include a summary of significant accounting policies.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the consolidated and separate financial statements* section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We are independent of the Group in accordance with the *Independent Regulatory Board for Auditors Code of Professional Conduct for Registered Auditors (IRBA Code)* and other independence requirements applicable to performing audits of financial statements in South Africa. We have fulfilled our other ethical responsibilities in accordance with the IRBA Code and in accordance with other ethical requirements applicable to performing audits in South Africa. The IRBA Code is consistent with the International Ethics Standards Board for Accountants *Code of Ethics for Professional Accountants* (Parts A and B).

Other information

The directors are responsible for the other information. The other information comprises the Directors' Report, the Audit Committee's Report and the Company Secretary's Certificate as required by the Companies Act of South Africa, and the General Information, the Chief Executive Officer's Report and Directors' Responsibilities and Approval. Other information does not include the consolidated and separate financial statements and our auditor's report thereon.

Our opinion on the consolidated and separate financial statements does not cover the other information and we do not express an audit opinion or any form of assurance conclusion thereon.

In connection with our audit of the consolidated and separate financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the consolidated and separate financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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T: +27 (21) 807 7100, F: +27 (21) 807 7200/1, www.pwc.co.za*

Chief Executive Officer: T D Shango
Management Committee: S N Madikane, J S Masondo, P J Mothibe, C Richardson, F Tonelli, C Volschenk
The Company's principal place of business is at 2 Eglon Road, Sunninghill where a list of directors' names is available for inspection.
Reg. no. 1998/012055/21, VAT reg.no. 4950174682.

Responsibilities of the directors for the consolidated and separate financial statements

The directors are responsible for the preparation and fair presentation of the consolidated and separate financial statements in accordance with International Financial Reporting Standards and the requirements of the Companies Act of South Africa, and for such internal control as the directors determine is necessary to enable the preparation of consolidated and separate financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated and separate financial statements, the directors are responsible for assessing the Group and the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Group and/or the Company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the consolidated and separate financial statements

Our objectives are to obtain reasonable assurance about whether the consolidated and separate financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated and separate financial statements.

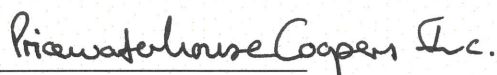
As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated and separate financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's and the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's and the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated and separate financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and / or Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated and separate financial statements, including the disclosures, and whether the consolidated and separate financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on other legal and regulatory requirements

In terms of the IRBA Rule published in Government Gazette Number 39475 dated 4 December 2015, we report that PricewaterhouseCoopers Inc. and its predecessor firms have been the auditor of La Concorde Holdings Limited and predecessor entities for 74 years based on available statutory records.



PricewaterhouseCoopers Inc.
Director: DG Malan
Registered Auditor
Paarl

20 July 2017

La Concorde Holdings Limited

(Registration number 2009/012871/06)

Consolidated Financial Statements for the year ended 31 March 2017

Directors' Report

The directors have pleasure in submitting their report on the consolidated and separate financial statements of La Concorde Holdings Limited and the group for the year ended 31 March 2017.

1. Review of financial results and activities

The consolidated and separate financial statements have been prepared in accordance with International Financial Reporting Standards and the requirements of the Companies Act 71 of 2008. The accounting policies have been applied consistently compared to the prior year.

The company is an investment holding company operating principally in South Africa.

The operating results and state of affairs of the company are fully set out in the attached annual financial statements and do not in our opinion require any further comment.

The group made a profit from continuing operations for the year of R25 538 000 (2016 Loss: R6 998 000).

2. Dividends

The company's dividend policy is to consider an interim and a final dividend in respect of each financial year. At its discretion, the board may consider a special dividend, where appropriate. Depending on the perceived need to retain funds for expansion or operating purposes, the board may pass on the payment of dividends.

3. Directorate

The directors in office at the date of this report are as follows:

Directors	Designation	Changes
F du Plessis	Non-executive Independent	
DP Smit	Executive	Resigned 17 November 2016
NL Ellis	Non-executive Independent	
MJA Golding	Non-executive Independent	Resigned 17 November 2016
A van der Veen	Executive	
JA Copelyn	Non-executive	
MM Mhlarihi	Non-executive Independent	Resigned 17 November 2016
KI Mampeule	Non-executive Independent	Resigned 17 November 2016
MN Joubert	Non-executive Independent	Resigned 17 November 2016
MM Loftie-Eaton	Executive	Appointed 17 November 2016
Y Shaik	Executive	Appointed 9 March 2017

4. Holding company

The group's holding company is Niveus Investments Limited, a company incorporated in South Africa and listed on the Johannesburg Securities Exchange.

5. Ultimate holding company

The group's ultimate holding company is Hosken Consolidated Investments Limited, a company which is incorporated in South Africa and listed on the Johannesburg Securities Exchange.

6. Events after the reporting period

The company declared an ordinary dividend of 50 cents per share and a special dividend of 50 cents per share resulting in a total dividend of R1 per share paid on 19 June 2017.

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Directors' Report

7. Going concern

The directors believe that the group has adequate financial resources to continue in operation for the foreseeable future and accordingly the consolidated financial statements have been prepared on a going concern basis. The directors have satisfied themselves that the group is in a sound financial position and that it has access to sufficient borrowing facilities to meet its foreseeable cash requirements. The directors are not aware of any new material changes that may adversely impact the group. The directors are also not aware of any material non-compliance with statutory or regulatory requirements or of any pending changes to legislation which may affect the group.

8. Auditors

PricewaterhouseCoopers Inc. continued in office in accordance with section 90(6) of the Companies Act 71 of 2008 as auditors for the company and its subsidiaries for 2017.

La Concorde Holdings Limited

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Consolidated Financial Statements for the year ended 31 March 2017

Statement of Financial Position as at 31 March 2017

		Group		Company	
	Notes	2017 R '000	2016 R '000	2017 R '000	2016 R '000
Assets					
Non-Current Assets					
Property, plant and equipment	3	21,866	241,577	-	-
Investment property	4	953	-	-	-
Intangible assets	5	176	15,162	-	-
Investments in subsidiaries	6	-	-	382,674	411,460
Investments in associates	7	13,470	18,177	-	-
Loans receivable	9	420,819	-	-	-
		457,284	274,916	382,674	411,460
Current Assets					
Inventories		-	1,029,116	-	-
Loans to group companies	8	-	-	471,399	411,678
Trade and other receivables	11	1,443	222,449	-	-
Loans receivable	9	210,148	-	-	-
Current tax receivable		-	43	-	-
Derivative financial instruments		-	18,319	-	-
Cash and cash equivalents	12	591,908	44,327	-	-
		803,499	1,314,254	471,399	411,678
Total Assets		1,260,783	1,589,170	854,073	823,138
Equity and Liabilities					
Equity					
Share capital	14	1	1	1	1
Share premium		425,722	425,722	425,722	425,722
Other reserves		787,230	784,018	377,179	395,963
Retained income		28,222	85,071	50,800	959
		1,241,175	1,294,812	853,702	822,645
Liabilities					
Non-Current Liabilities					
Deferred revenue: Government grant		-	10,900	-	-
Deferred tax	10	893	53,042	-	-
		893	63,942	-	-
Current Liabilities					
Trade and other payables	15	4,287	181,117	371	493
Deferred revenue: Government grant		-	1,875	-	-
Current tax payable		14,428	-	-	-
Derivative financial instruments		-	47,424	-	-
		18,715	230,416	371	493
Total Liabilities		19,608	294,358	371	493
Total Equity and Liabilities		1,260,783	1,589,170	854,073	823,138

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Statement of Profit or Loss and Other Comprehensive Income

	Notes	Group		Company	
		2017 R '000	2016 R '000	2017 R '000	2016 R '000
Continuing operations					
Revenue	17	8,155	3,397	-	-
Other operating expenses	18	(19,241)	(14,356)	(160)	(312)
Operating loss		(11,086)	(10,959)	(160)	(312)
Investment income	19	46,818	-	1	-
Finance costs		(5)	-	-	-
Income from equity accounted investments	19	736	892	-	-
Profit (loss) before taxation		36,463	(10,067)	(159)	(312)
Taxation	20	(10,925)	3,069	-	-
Profit (loss) from continuing operations		25,538	(6,998)	(159)	(312)
Discontinued operations					
Net result from discontinued operations	23	(79,175)	34,784	50,000	-
(Loss) profit for the year		(53,637)	27,786	49,841	(312)
Other comprehensive income:					
Items that will not be reclassified to profit or loss:					
Foreign currency translation reserve		1	(86)	-	-
Other comprehensive income (loss) for the year net of taxation		1	(86)	-	-
Total comprehensive (loss) income for the year		(53,636)	27,700	49,841	(312)
Earnings per share		Cents	Cents		
(Attributable to equity holders of the company)					
Basic and diluted earnings					
Continuing operations		37.5	(10.3)		
Discontinued operations		(116.4)	51.2		

La Concorde Holdings Limited

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Statement of Changes in Equity

	Share capital	Share premium	Total share capital	Treasury shares	Equity reserve	Common control	Foreign currency translation reserve	Other reserves	Retained income	Total equity
	R '000	R '000	R '000	R '000	R '000	R '000	R '000	R '000	R '000	R '000
Group										
Balance at 1 April 2015	1	425,722	425,723	(7,238)	4,040	787,230	87	784,119	57,270	1,267,112
Profit for the year	-	-	-	-	-	-	-	-	27,786	27,786
Total comprehensive income for the year	-	-	-	-	-	-	-	-	27,786	27,786
Transfer between reserves	-	-	-	-	(15)	-	-	(15)	15	-
Movement during year	-	-	-	-	-	-	(86)	(86)	-	(86)
Balance at 1 April 2016	1	425,722	425,723	(7,238)	4,025	787,230	1	784,018	85,071	1,294,812
Loss for the year	-	-	-	-	-	-	-	-	(53,637)	(53,637)
Other comprehensive income	-	-	-	-	-	-	-	-	-	-
Total comprehensive loss for the year	-	-	-	-	-	-	-	-	(53,637)	(53,637)
Transfer between reserves	-	-	-	7,238	(4,025)	-	(1)	3,212	(3,212)	-
Balance at 31 March 2017	1	425,722	425,723	-	-	787,230	-	787,230	28,222	1,241,175

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Statement of Changes in Equity

	Share capital	Share premium	Total share capital	Treasury shares	Equity reserve	Common control	Foreign currency translation reserve	Other reserves	Retained income	Total equity
	R '000	R '000	R '000	R '000	R '000	R '000	R '000	R '000	R '000	R '000
Company										
Balance at 1 April 2015	1	425,722	425,723	-	-	395,963	-	395,963	1,271	822,957
Loss for the year	-	-	-	-	-	-	-	-	(312)	(312)
Total comprehensive loss for the year	-	-	-	-	-	-	-	-	(312)	(312)
Balance at 1 April 2016	1	425,722	425,723	-	-	395,963	-	395,963	959	822,645
Profit for the year	-	-	-	-	-	-	-	-	49,841	49,841
Other comprehensive income	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the year	-	-	-	-	-	-	-	-	49,841	49,841
Disposal of subsidiary	-	-	-	-	-	(18,784)	-	(18,784)	-	(18,784)
Total contributions by and distributions to owners of company recognised directly in equity	-	-	-	-	-	(18,784)	-	(18,784)	-	(18,784)
Balance at 31 March 2017	1	425,722	425,723	-	-	377,179	-	377,179	50,800	853,702

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Statement of Cash Flows

		Group		Company	
	Note(s)	2017 R '000	2016 R '000	2017 R '000	2016 R '000
Cash flows from operating activities					
Cash receipts from customers		11,301	116,278	49,841	(312)
Changes in working capital		13,692	(111,975)	-	40
Cash generated from operations	22	24,993	4,303	49,841	(272)
Interest received		20,705	243	-	-
Tax paid	21	(705)	(1,193)	-	-
Net cash from operating activities		44,993	3,353	49,841	(272)
Cash flows from investing activities					
Additions to property, plant and equipment	3	(17,972)	(44,628)	-	-
Proceeds on disposal of property, plant and equipment	3	115	444	-	-
Acquisition of intangible assets	5	(64)	(347)	-	-
Investment in joint ventures and associates	7	26	(1,852)	-	-
Disposal of business assets	25	520,483	-	-	-
Dividends received		-	255	-	-
Net cash from/(used in) investing activities		502,588	(46,128)	-	-
Cash flows from financing activities					
Movement in loans from group companies		-	-	(49,841)	272
Government grant received		-	16,395	-	-
Net cash from/(used in) financing activities		-	16,395	(49,841)	272
Total cash movement for the year		547,581	(26,380)	-	-
Cash at the beginning of the year		44,327	70,707	-	-
Total cash at end of the year	12	591,908	44,327	-	-

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Accounting Policies

1. Significant accounting policies

The principal accounting policies applied in the preparation of these consolidated and separate consolidated financial statements are set out below.

1.1 Basis of preparation

The consolidated and separate consolidated financial statements have been prepared on the going concern basis in accordance with, and in compliance with, International Financial Reporting Standards ("IFRS") and International Financial Reporting Interpretations Committee ("IFRIC") interpretations issued and effective at the time of preparing these consolidated financial statements and the Companies Act 71 of 2008 of South Africa, as amended.

These consolidated financial statements comply with the requirements of the SAICA Financial Reporting Guides as issued by the Accounting Practices Committee and the Financial Reporting Pronouncements as issued by the Financial Reporting Standards Council.

The consolidated financial statements have been prepared on the historic cost convention, unless otherwise stated in the accounting policies which follow and incorporate the principal accounting policies set out below. They are presented in Rands, which is the group and company's functional currency.

These accounting policies are consistent with the previous period.

1.2 Consolidation

Basis of consolidation

The consolidated consolidated financial statements incorporate the consolidated financial statements of the company and all subsidiaries. Subsidiaries are entities (including structured entities) which are controlled by the group.

The group has control of an entity when it is exposed to or has rights to variable returns from involvement with the entity and it has the ability to affect those returns through use its power over the entity.

The results of subsidiaries are included in the consolidated consolidated financial statements from the effective date of acquisition to the effective date of disposal.

Adjustments are made when necessary to the consolidated financial statements of subsidiaries to bring their accounting policies in line with those of the group.

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Accounting Policies

1.2 Consolidation (continued)

Investments in subsidiaries in the separate financial statements

In the company's separate financial statements, investments in subsidiaries are carried at cost less any accumulated impairment losses. Loans to subsidiaries are considered to be capital contribution to the subsidiary and are not included in the carrying amount of the investment.

1.3 Investments in associates

The group has interest of 30.9% in Paarl Valley Bottling Company Proprietary Limited.

Investments in associates are accounted for using the equity method. Under the equity method, investments in associates are carried in the Statement of Financial Position at cost adjusted for post-acquisition changes in the group's share of net assets of the associate, less any impairment losses.

Losses in an associate in excess of the group's interest in that associate, including any other unsecured receivables, are recognised only to the extent that the group has incurred a legal or constructive obligation to make payments on behalf of the associate.

Any goodwill on acquisition of an associate is included in the carrying amount of the investment, however, a gain on acquisition is recognised immediately in profit or loss.

Investments in associates in the separate financial statements

In the company's separate financial statements, investments in associates are carried at cost less any accumulated impairment losses. Loans to associates are considered to be capital contribution to the subsidiary and are included in the carrying amount of the investment.

1.4 Significant judgements and sources of estimation uncertainty

The preparation of consolidated financial statements in conformity with IFRS requires management, from time to time, to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. These estimates and associated assumptions are based on experience and various other factors that are believed to be reasonable under the circumstances. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

Critical judgements in applying accounting policies

The critical judgements made by management in applying accounting policies, apart from those involving estimations, that have the most significant effect on the amounts recognised in the financial statements, are outlined as follows:

1.5 Investment property

Investment property is initially recognised at cost. Transaction costs are included in the initial measurement.

Costs include costs incurred initially and costs incurred subsequently to add to, or to replace a part of, or service a property. If a replacement part is recognised in the carrying amount of the investment property, the carrying amount of the replaced part is derecognised.

1.6 Property, plant and equipment

Property, plant and equipment is initially measured at cost. Cost includes all of the expenditure which is directly attributable to the acquisition or construction of the asset, including the capitalisation of borrowing costs on qualifying assets, where appropriate.

Depreciation of an asset commences when the asset is available for use as intended by management. Depreciation is charged to write off the asset's carrying amount over its estimated useful life to its estimated residual value, using a method that best reflects the pattern in which the asset's economic benefits are consumed by the group. Depreciation is not charged to an asset if its estimated residual value exceeds or is equal to its carrying amount. Depreciation of an asset ceases at the earlier of the date that the asset is classified as held for sale or derecognised.

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Accounting Policies

1.6 Property, plant and equipment (continued)

The useful lives of items of property, plant and equipment have been assessed as follows:

Item	Average useful life
Buildings	40 years
Machinery and equipment	10 - 50 years
Furniture and fittings	10 years
Motor vehicles	5 - 20 years
Computer equipment	5 years
Art	10 years

The residual value, useful life and depreciation method of each asset are reviewed at the end of each reporting year. If the expectations differ from previous estimates, the change is accounted for prospectively as a change in accounting estimate.

Each part of an item of property, plant and equipment with a cost that is significant in relation to the total cost of the item is depreciated separately.

The depreciation charge for each year is recognised in profit or loss unless it is included in the carrying amount of another asset.

Impairment tests are performed on property, plant and equipment when there is an indicator that they may be impaired. When the carrying amount of an item of property, plant and equipment is assessed to be higher than the estimated recoverable amount, an impairment loss is recognised immediately in profit or loss to bring the carrying amount in line with the recoverable amount.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its continued use or disposal. Any gain or loss arising from the derecognition of an item of property, plant and equipment, determined as the difference between the net disposal proceeds, if any, and the carrying amount of the item, is included in profit or loss when the item is derecognised.

1.7 Intangible assets

Computer software: .

Acquired computer software licenses are capitalised on the basis of the cost incurred to acquire and bring into use the specific software.

Amortisation is provided to write down the intangible assets, on a straight line basis, to their residual values as follows:

Item	Useful life
Computer software	5 years

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Accounting Policies

1.8 Financial instruments

Classification

The group classifies financial assets and financial liabilities into the following categories:

- Financial assets at fair value through profit or loss
- Loans and receivables
- Financial assets and liabilities measured at amortised cost

Financial assets at fair value through profit or loss:

Financial assets at fair value through profit or loss are financial assets held for trading. A financial asset is classified in this category if acquired principally for the purpose of selling in the short term. Derivatives are also categorised as held for trading unless they are designated as hedges. Assets in this category are classified as current assets if expected to be settled within 12 months, otherwise they are classified as non-current.

Loans and receivables:

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They are included in current assets, except for maturities greater than 12 months after the end of the reporting period. These are classified as non-current assets. The group's loans and receivables comprise 'trade and other receivables' and 'cash and cash equivalents' in the balance sheet.

Initial recognition and measurement

Financial instruments are recognised initially when the group becomes a party to the contractual provisions of the instruments.

The group classifies financial instruments, or their component parts, on initial recognition as a financial asset, a financial liability or an equity instrument in accordance with the substance of the contractual arrangement.

Financial instruments are measured initially at fair value, except for equity investments for which a fair value is not determinable, which are measured at cost and are classified as available-for-sale financial assets.

For financial instruments which are not at fair value through profit or loss, transaction costs are included in the initial measurement of the instrument.

Transaction costs on financial instruments at fair value through profit or loss are recognised in profit or loss.

Derecognition

Financial assets are derecognised when the rights to receive cash flows from the investments have expired or have been transferred and the group has transferred substantially all risks and rewards of ownership.

Impairment of financial assets

At each reporting date the group assesses all financial assets, other than those at fair value through profit or loss, to determine whether there is objective evidence that a financial asset or group of financial assets has been impaired.

For amounts due to the group, significant financial difficulties of the debtor, probability that the debtor will enter bankruptcy and default of payments are all considered indicators of impairment.

Impairment losses are recognised in profit or loss.

Impairment losses are reversed when an increase in the financial asset's recoverable amount can be related objectively to an event occurring after the impairment was recognised, subject to the restriction that the carrying amount of the financial asset at the date that the impairment is reversed shall not exceed what the carrying amount would have been had the impairment not been recognised.

Reversals of impairment losses are recognised in profit or loss except for equity investments classified as available-for-sale.

Where financial assets are impaired through use of an allowance account, the amount of the loss is recognised in profit or loss within operating expenses. When such assets are written off, the write off is made against the relevant allowance account. Subsequent recoveries of amounts previously written off are credited against operating expenses.

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Accounting Policies

1.8 Financial instruments (continued)

Offsetting financial instruments

Financial assets and liabilities are offset and the net amount reported in the statement of financial position when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis, or realise the asset and settle the liability simultaneously.

Loans to (from) group companies

These include loans to and from holding companies, fellow subsidiaries, subsidiaries, joint ventures and associates and are recognised initially at fair value plus direct transaction costs.

Loans to group companies are classified as loans and receivables.

Loans from group companies are classified as financial liabilities measured at amortised cost.

Trade and other receivables

Trade receivables are measured at initial recognition at fair value, and are subsequently measured at amortised cost using the effective interest rate method. Appropriate allowances for estimated irrecoverable amounts are recognised in profit or loss when there is objective evidence that the asset is impaired. Significant financial difficulties of the debtor, probability that the debtor will enter bankruptcy or financial reorganisation, and default or delinquency in payments (more than 30 days overdue) are considered indicators that the trade receivable is impaired. The allowance recognised is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows discounted at the effective interest rate computed at initial recognition.

The carrying amount of the asset is reduced through the use of an allowance account, and the amount of the loss is recognised in profit or loss within operating expenses. When a trade receivable is uncollectable, it is written off against the allowance account for trade receivables. Subsequent recoveries of amounts previously written off are credited against operating expenses in profit or loss.

Trade and other receivables are classified as loans and receivables.

Trade and other payables

Trade payables are initially measured at fair value, and are subsequently measured at amortised cost, using the effective interest rate method.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and demand deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value. These are initially and subsequently recorded at fair value.

Derivatives

Derivative financial instruments, which are not designated as hedging instruments, consisting of foreign exchange contracts and interest rate swaps, are initially measured at fair value on the contract date, and are re-measured to fair value at subsequent reporting dates.

Derivatives embedded in other financial instruments or other non-financial host contracts are treated as separate derivatives when their risks and characteristics are not closely related to those of the host contract and the host contract is not carried at fair value with unrealised gains or losses reported in profit or loss.

Changes in the fair value of derivative financial instruments are recognised in profit or loss as they arise.

Derivatives are classified as financial assets at fair value through profit or loss - held for trading.

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Accounting Policies

1.9 Tax

Current tax assets and liabilities

Current tax for current and prior periods is, to the extent unpaid, recognised as a liability. If the amount already paid in respect of current and prior periods exceeds the amount due for those periods, the excess is recognised as an asset.

Current tax liabilities (assets) for the current and prior periods are measured at the amount expected to be paid to (recovered from) the tax authorities, using the tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax assets and liabilities

A deferred tax liability is recognised for all taxable temporary differences, except to the extent that the deferred tax liability arises from the initial recognition of an asset or liability in a transaction which at the time of the transaction, affects neither accounting profit nor taxable profit (tax loss).

A deferred tax asset is recognised for all deductible temporary differences to the extent that it is probable that taxable profit will be available against which the deductible temporary difference can be utilised. A deferred tax asset is not recognised when it arises from the initial recognition of an asset or liability in a transaction at the time of the transaction, affects neither accounting profit nor taxable profit (tax loss).

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

Tax expenses

Current and deferred taxes are recognised as income or an expense and included in profit or loss for the period, except to the extent that the tax arises from:

- a transaction or event which is recognised, in the same or a different period, to other comprehensive income, or
- a business combination.

Current tax and deferred taxes are charged or credited to other comprehensive income if the tax relates to items that are credited or charged, in the same or a different period, to other comprehensive income.

Current tax and deferred taxes are charged or credited directly to equity if the tax relates to items that are credited or charged, in the same or a different period, directly in equity.

1.10 Leases

A lease is classified as a finance lease if it transfers substantially all the risks and rewards incidental to ownership. A lease is classified as an operating lease if it does not transfer substantially all the risks and rewards incidental to ownership.

Finance leases - lessor

The group recognises finance lease receivables in the statement of financial position.

Finance income is recognised based on a pattern reflecting a constant periodic rate of return on the group's net investment in the finance lease.

Finance leases – lessee

Finance leases are recognised as assets and liabilities in the statement of financial position at amounts equal to the fair value of the leased property or, if lower, the present value of the minimum lease payments. The corresponding liability to the lessor is included in the statement of financial position as a finance lease obligation.

The discount rate used in calculating the present value of the minimum lease payments is the .

The lease payments are apportioned between the finance charge and reduction of the outstanding liability. The finance charge is allocated to each period during the lease term so as to produce a constant periodic rate on the remaining balance of the liability.

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Accounting Policies

1.10 Leases (continued)

Operating leases - lessor

Operating lease income is recognised as an income on a straight-line basis over the lease term.

Initial direct costs incurred in negotiating and arranging operating leases are added to the carrying amount of the leased asset and recognised as an expense over the lease term on the same basis as the lease income.

Income for leases is disclosed under revenue in profit or loss.

Operating leases – lessee

Operating lease payments are recognised as an expense on a straight-line basis over the lease term. The difference between the amounts recognised as an expense and the contractual payments are recognised as an operating lease asset. This liability is not discounted.

Any contingent rents are expensed in the period they are incurred.

1.11 Impairment of non-financial assets

The group assesses at each end of the reporting period whether there is any indication that an asset may be impaired. If any such indication exists, the group estimates the recoverable amount of the asset.

Irrespective of whether there is any indication of impairment, the group also:

- tests intangible assets with an indefinite useful life or intangible assets not yet available for use for impairment annually by comparing its carrying amount with its recoverable amount. This impairment test is performed during the annual period and at the same time every period.
- tests goodwill acquired in a business combination for impairment annually.

If there is any indication that an asset may be impaired, the recoverable amount is estimated for the individual asset. If it is not possible to estimate the recoverable amount of the individual asset, the recoverable amount of the cash-generating unit to which the asset belongs is determined.

The recoverable amount of an asset or a cash-generating unit is the higher of its fair value less costs to sell and its value in use.

If the recoverable amount of an asset is less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. That reduction is an impairment loss.

An impairment loss of assets carried at cost less any accumulated depreciation or amortisation is recognised immediately in profit or loss. Any impairment loss of a revalued asset is treated as a revaluation decrease.

An entity assesses at each reporting date whether there is any indication that an impairment loss recognised in prior periods for assets other than goodwill may no longer exist or may have decreased. If any such indication exists, the recoverable amounts of those assets are estimated.

The increased carrying amount of an asset other than goodwill attributable to a reversal of an impairment loss does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior periods.

A reversal of an impairment loss of assets carried at cost less accumulated depreciation or amortisation other than goodwill is recognised immediately in profit or loss. Any reversal of an impairment loss of a revalued asset is treated as a revaluation increase.

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Accounting Policies

1.12 Share capital and equity

Ordinary shares are classified as equity.

Where any group company purchases the company's equity share capital such shares are classified as treasury shares. The consideration paid, including any directly attributable incremental costs (net of income taxes), is deducted from equity attributable to the group's equity holders until the shares are cancelled, re-issued or disposed of. Where such shares are subsequently sold or re-issued, any consideration received, net of any directly attributable incremental transaction costs and the related income tax effects, is included in equity attributable to the company's equity holders. These shares are treated as a deduction from the issued number of shares and taken into account in the calculation of the weighted average number of shares in issue.

1.13 Employee benefits

Short-term employee benefits

The cost of short-term employee benefits, (those payable within 12 months after the service is rendered, such as paid vacation leave and sick leave, bonuses, and non-monetary benefits such as medical care), are recognised in the period in which the service is rendered and are not discounted.

The expected cost of compensated absences is recognised as an expense as the employees render services that increase their entitlement or, in the case of non-accumulating absences, when the absence occurs.

The expected cost of profit sharing and bonus payments is recognised as an expense when there is a legal or constructive obligation to make such payments as a result of past performance.

Defined contribution plans

Payments to defined contribution retirement benefit plans are charged as an expense as they fall due.

Payments made to industry-managed (or state plans) retirement benefit schemes are dealt with as defined contribution plans where the group's obligation under the schemes is equivalent to those arising in a defined contribution retirement benefit plan.

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Accounting Policies

1.13 Employee benefits (continued)

Defined benefit plans

For defined benefit plans the cost of providing the benefits is determined using the projected unit credit method.

Actuarial valuations are conducted on an annual basis by independent actuaries separately for each plan.

Consideration is given to any event that could impact the funds up to the end of the reporting period where the interim valuation is performed at an earlier date.

Past service costs are recognised immediately to the extent that the benefits are already vested, and are otherwise amortised on a straight line basis over the average period until the amended benefits become vested.

To the extent that, at the beginning of the financial year, any cumulative unrecognised actuarial gain or loss exceeds ten percent of the greater of the present value of the projected benefit obligation and the fair value of the plan assets (the corridor), that portion is recognised in profit or loss over the expected average remaining service lives of participating employees. Actuarial gains or losses within the corridor are not recognised.

Actuarial gains and losses are recognised in the year in which they arise, in other comprehensive income.

Gains or losses on the curtailment or settlement of a defined benefit plan is recognised when the group is demonstrably committed to curtailment or settlement.

When it is virtually certain that another party will reimburse some or all of the expenditure required to settle a defined benefit obligation, the right to reimbursement is recognised as a separate asset. The asset is measured at fair value. In all other respects, the asset is treated in the same way as plan assets. In profit or loss, the expense relating to a defined benefit plan is presented as the net of the amount recognised for a reimbursement.

The amount recognised in the statement of financial position represents the present value of the defined benefit obligation as adjusted for unrecognised actuarial gains and losses and unrecognised past service costs, and reduces by the fair value of plan assets.

Any asset is limited to unrecognised actuarial losses and past service costs, plus the present value of available refunds and reduction in future contributions to the plan.

1.14 Revenue

When the outcome of a transaction involving the rendering of services can be estimated reliably, revenue associated with the transaction is recognised by reference to the stage of completion of the transaction at the end of the reporting period. The outcome of a transaction can be estimated reliably when all the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the economic benefits associated with the transaction will flow to the group;
- the stage of completion of the transaction at the end of the reporting period can be measured reliably; and
- the costs incurred for the transaction and the costs to complete the transaction can be measured reliably.

When the outcome of the transaction involving the rendering of services cannot be estimated reliably, revenue shall be recognised only to the extent of the expenses recognised that are recoverable.

Service revenue is recognised by reference to the stage of completion of the transaction at the end of the reporting period. Stage of completion is determined by .

Contract revenue comprises:

- the initial amount of revenue agreed in the contract; and
- variations in contract work, claims and incentive payments:
 - to the extent that it is probable that they will result in revenue; and
 - they are capable of being reliably measured.

Revenue is measured at the fair value of the consideration received or receivable and represents the amounts receivable for goods and services provided in the normal course of business, net of trade discounts and volume rebates, and Value Added Tax.

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Accounting Policies

1.14 Revenue (continued)

Interest is recognised, in profit or loss, using the effective interest rate method.

Dividends are recognised, in profit or loss, when the company's right to receive payment has been established.

1.15 Reserves

Common control reserve

This reserve originated when the company acquired fellow subsidiaries, associates and joint venture companies from the former holding company of the La Concorde group at amounts below their book values.

1.16 Earnings per share

Earnings per share are calculated by dividing the net profit attributable to shareholders and headline earnings respectively, by the weighted average number of ordinary shares in issue during the year, excluding the ordinary shares held by the group as treasury shares.

1.17 Segment reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision-maker. The chief operating decision-maker, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the executive management of the group, who makes strategic decisions.

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Notes to the Consolidated Financial Statements

	Group		Company	
	2017 R '000	2016 R '000	2017 R '000	2016 R '000

2. New Standards and Interpretations

2.1 Standards and interpretations effective and adopted in the current year

In the current year, the group has adopted the following standards and interpretations that are effective for the current financial year and that are relevant to its operations:

Standard/ Interpretation:	Effective date: Years beginning on or after
• Amendments to IAS 16 and IAS 38: Clarification of Acceptable Methods of Depreciation and Amortisation	1 January 2016
• Amendment to IAS 27: Equity Method in Separate Financial Statements	1 January 2016
• IFRS 14 Regulatory Deferral Accounts	1 January 2016
• Amendments to IFRS 10, 12 and IAS 28: Investment Entities. Applying the consolidation exemption	1 January 2016
• Amendments to IAS 16 and IAS 41: Agriculture: Bearer Plants	1 January 2016
• Amendment to IFRS 5: Non-current Assets Held for Sale and Discontinued Operations: Annual Improvements project	1 January 2016
• Amendment to IFRS 7: Financial Instruments: Disclosures: Annual Improvements project	1 January 2016
• Amendment to IAS 19: Employee Benefits: Annual Improvements project	1 January 2016
• Disclosure Initiative: Amendment to IAS 1: Presentation of Financial Statements	1 January 2016
• Amendment to IAS 34: Interim Financial Reporting. Annual Improvements project	1 January 2016

2.2 Standards and interpretations not yet effective

The group has chosen not to early adopt the following standards and interpretations, which have been published and are mandatory for the group's accounting periods beginning on or after 1 April 2017 or later periods:

Standard/ Interpretation:	Effective date: Years beginning on or after
• IFRS 16 Leases	1 January 2019
• IFRS 9 Financial Instruments	1 January 2018
• Amendments to IFRS 15: Clarifications to IFRS 15 Revenue from Contracts with Customers	1 January 2018
• Amendments to IAS 7: Disclosure initiative	1 January 2017
• Amendments to IAS 12: Recognition of Deferred Tax Assets for Unrealised Losses	1 January 2017

The adoption of the above standards, interpretations and amendments to IFRS is not expected to have a material impact on the group's financial results, financial position and its cashflow in the future financial periods.

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Notes to the Consolidated Financial Statements

	Group		Company	
	2017 R '000	2016 R '000	2017 R '000	2016 R '000

3. Property, plant and equipment

Group	2017			2016		
	Cost	Accumulated depreciation and impairment losses	Carrying value	Cost	Accumulated depreciation and impairment losses	Carrying value
Land	15,920	(3,339)	12,581	61,355	(17,835)	43,520
Machinery and equipment	11,166	(4,880)	6,286	483,320	(308,193)	175,127
Furniture and fixtures	3,899	(1,736)	2,163	83,739	(66,509)	17,230
Motor vehicles	448	(346)	102	11,741	(7,174)	4,567
Computer equipment	1,066	(432)	634	1,177	(228)	949
Art	184	(84)	100	201	(17)	184
Total	32,683	(10,817)	21,866	641,533	(399,956)	241,577

Reconciliation of property, plant and equipment - Group - 2017

	Opening balance	Additions	Disposals	Classified as Investment property	Depreciation	Impairment loss	Total
Land	43,520	4,051	(33,368)	(953)	(669)	-	12,581
Machinery and equipment	175,127	10,366	(165,206)	-	(14,001)	-	6,286
Furniture and fittings	17,230	3,112	(15,498)	-	(2,635)	(46)	2,163
Motor vehicles	4,567	366	(4,603)	-	(228)	-	102
Computer equipment	949	77	(188)	-	(204)	-	634
Art	184	-	-	-	(84)	-	100
	241,577	17,972	(218,863)	(953)	(17,821)	(46)	21,866

Reconciliation of property, plant and equipment - Group - 2016

	Opening balance	Additions	Disposals	Depreciation	Total
Land	37,975	6,843	-	(1,298)	43,520
Machinery and equipment	167,362	29,198	(2,463)	(18,970)	175,127
Furniture and fittings	14,721	6,620	(161)	(3,950)	17,230
Motor vehicles	4,270	783	(79)	(407)	4,567
Computer equipment	2,913	1,183	-	(3,147)	949
Art	187	-	-	(3)	184
	227,428	44,627	(2,703)	(27,775)	241,577

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	Group		Company	
	2017 R '000	2016 R '000	2017 R '000	2016 R '000

4. Investment property

Group	2017			2016		
	Cost / Valuation	Accumulated depreciation	Carrying value	Cost / Valuation	Accumulated depreciation	Carrying value
Investment property	953	-	953	-	-	-

Reconciliation of investment property - Group - 2017

	Opening balance	Transfer to investment property	Total
Investment property	-	953	953

The company engages external, independent and qualified valuers to determine the fair value of the company's investment property at the end of every annual reporting period.

Investment property is in level 2 of the fair value hierarchy.

The investment property has been fairly valued on 14 April 2016 by a suitably qualified and independent valuator with recent experience in similar property in similar areas. The valuation technique used when measuring fair value was the comparable sales approach. The valuator analysed the value of the property by considering all incomparable characteristics and their potential influence on the sales price. The fair value determined was R68,358,000.

5. Intangible assets

Group	2017			2016		
	Cost / Valuation	Accumulated amortisation	Carrying value	Cost / Valuation	Accumulated amortisation	Carrying value
Patents, trademarks and other rights	-	-	-	35,293	(21,906)	13,387
Computer software	503	(327)	176	15,025	(13,250)	1,775
Total	503	(327)	176	50,318	(35,156)	15,162

Reconciliation of intangible assets - Group - 2017

	Opening balance	Additions	Disposals	Amortisation	Total
Computer software	1,775	66	(1,143)	(522)	176

Reconciliation of intangible assets - Group - 2016

	Opening balance	Additions	Amortisation	Total
Patents, trademarks and other rights	14,382	-	(995)	13,387
Computer software	2,228	347	(800)	1,775
	16,610	347	(1,795)	15,162

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Notes to the Consolidated Financial Statements

	Group		Company	
	2017 R '000	2016 R '000	2017 R '000	2016 R '000

6. Interests in subsidiaries including consolidated structured entities

The following table lists the entities which are controlled directly by the company, and the carrying amounts of the investments in the company's separate financial statements.

Company

Name of company	Held by	% holding 2017	% holding 2016	Carrying amount 2017	Carrying amount 2016
KWV Intellectual Properties Proprietary Limited	La Concorde Holdings Limited	- %	100.00 %	-	28,786
La Concorde International Proprietary Limited	La Concorde Holdings Limited	100.00 %	100.00 %	57,664	57,664
La Concorde South Africa Proprietary Limited	La Concorde Holdings Limited	100.00 %	100.00 %	325,010	325,010
La Concorde Projects Proprietary Limited	La Concorde Holdings Limited	100.00 %	100.00 %	-	-
				<u>382,674</u>	<u>411,460</u>

7. Investments in associates

The following table lists all of the associates and joint ventures in the group:

Group

Name of company	Held by	% ownership interest 2017	% ownership interest 2016	Carrying amount 2017	Carrying amount 2016
Red Dawn Wine Licensing Proprietary Limited	La Concorde South Africa Proprietary Limited	- %	50.00 %	-	4
Solomoyo Processing Company Proprietary Limited	La Concorde South Africa Proprietary Limited	- %	40.00 %	-	4,340
Brannas Draught Proprietary Limited	La Concorde South Africa Proprietary Limited	- %	25.01 %	-	1,099
Paarl Valley Bottling Company Proprietary Limited	La Concorde South Africa Proprietary Limited	30.90 %	30.90 %	13,470	12,734
				<u>13,470</u>	<u>18,177</u>

Refer to Annexure A for summarised financial information of investments in associates and joint ventures.

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	Group		Company	
	2017 R '000	2016 R '000	2017 R '000	2016 R '000
7. Investments in associates (continued)				
Reconciliation of investments in associates and joint ventures				
At the beginning of the year			18,177	16,798
Disposal of interest			(5,418)	-
Share of net (losses) profits of associates and joint ventures			736	239
Acquisition of additional interest			51	1,685
Loans advanced (repaid)			(76)	110
Dividends received			-	(255)
Impairment of investment			-	(400)
			13,470	18,177

8. Loans to group companies

La Concorde South Africa Proprietary Limited	-	-	471,399	411,678
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The loan is unsecured, bears no interest and is repayable on demand.

9. Loans receivable

Promissory notes receivable

- within one year	218,896	-	-	-
- in second to fifth year inclusive	495,194	-	-	-
	714,090	-	-	-
less: Unearned finance income	(83,123)	-	-	-
	630,967	-	-	-
Non-current assets	420,819	-	-	-
Current assets	210,148	-	-	-
	630,967	-	-	-

On 14 October 2016, R575 million, approximately 50% of the purchase consideration, was paid by the buyer. The remainder of the purchase consideration is deferred and will be settled in three instalments on 1 October 2017, 1 October 2018 and 1 October 2019. The instalments are secured by way of Investec Bank payment obligations that carry interest at 8,5% compounded annually. The balance of the purchase consideration is disclosed as loans receivable.

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	Group		Company	
	2017 R '000	2016 R '000	2017 R '000	2016 R '000
10. Deferred tax				
Deferred tax liability				
Capital allowances	(908)	(44,064)	-	-
Inventory revaluation	-	(23,019)	-	-
Provisions and accruals	72	5,977	-	-
Computed taxation losses	(57)	8,064	-	-
Total deferred tax liability	(893)	(53,042)	-	-

The amounts disclosed in the statement of financial position are as follows:

Group companies with a net deferred tax liability	(893)	(53,042)	-	-
Group companies with a net deferred tax asset	-	-	-	-
Total net deferred tax liability	(893)	(53,042)	-	-

Reconciliation of deferred tax asset (liability)

At beginning of year	(53,042)	(44,925)	-	-
Change in capital gains tax rate	-	(19)	-	-
Charged against profit or loss - Continuing operations	3,585	(8,098)	-	-
Charged against profit or loss - Discontinued operations	48,564	-	-	-
	(893)	(53,042)	-	-

11. Trade and other receivables

Trade receivables	1,435	213,281	-	-
Less: Provision for impairment	-	(2,372)	-	-
Trade receivables - net	1,435	210,909	-	-
Other receivables	8	11,540	-	-
	1,443	222,449	-	-

12. Cash and cash equivalents

Cash and cash equivalents consist of:

Bank balances	591,908	44,327	-	-
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13. Financial assets by category

The accounting policies for financial instruments have been applied to the line items below:

Group - 2017

	Loans and receivables	Total
Loans receivable	630,967	630,967
Trade and other receivables	1,443	1,443
Cash and cash equivalents	591,908	591,908
	1,224,318	1,224,318

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Notes to the Consolidated Financial Statements

	Group		Company	
	2017 R '000	2016 R '000	2017 R '000	2016 R '000

13. Financial assets by category (continued)

Group - 2016

	Loans and receivables	Fair value through profit or loss	Total
Trade and other receivables	222,449	-	222,449
Derivative financial instrument - Level 2	-	18,319	18,319
Cash and cash equivalents	44,327	-	44,327
	266,776	18,319	285,095

Company - 2017

	Loans and receivables	Total
Loans to group companies	471,399	471,399

Company - 2016

	Loans and receivables	Total
Loans to group companies	411,678	411,678

Fair value hierarchy:

Level 1 - Quoted prices in active markets for the same instrument.

Level 2 - Valuation techniques for which significant inputs are based on observable market data.

Level 3 - Valuation techniques for which any significant input is not based on observable market data.

14. Share capital

Authorised

200,000,000 (2016: 200,000,000) ordinary profit-sharing shares of R0.00001 each

2 2 2 2

Issued

68,980,374 (2016: 68,980,374) ordinary profit-sharing shares of R0.00001 each

1 1 1 1

Share premium

425,722 425,722 425,722 425,722

425,723 425,723 425,723 425,723

15. Trade and other payables

Trade payables	3,204	98,416	-	-
Amounts received in advance	324	-	-	-
Other payables and accruals	391	37,279	371	493
Excise duty payable	-	45,422	-	-
Deposits received	368	-	-	-
	4,287	181,117	371	493

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Consolidated Financial Statements for the year ended 31 March 2017

Notes to the Consolidated Financial Statements

	Group		Company	
	2017 R '000	2016 R '000	2017 R '000	2016 R '000

16. Financial liabilities by category

The accounting policies for financial instruments have been applied to the line items below:

Group - 2017

	Financial liabilities at amortised cost	Total
Trade and other payables	4,287	4,287

Group - 2016

	Financial liabilities at amortised cost	Fair value through profit or loss - held for trading	Total
Trade and other payables	181,117	-	181,117
Derivative financial instruments - Level 2	-	47,424	47,424
	181,117	47,424	228,541

Company - 2017

	Financial liabilities at amortised cost	Total
Trade and other payables	371	371

Company - 2016

	Financial liabilities at amortised cost	Total
Trade and other payables	493	493

Fair value hierarchy:

Level 1 - Quoted prices in active markets for the same instrument.

Level 2 - Valuation techniques for which significant inputs are based on observable market data.

Level 3 - Valuation techniques for which any significant input is not based on observable market data.

17. Revenue

Rental income	4,157	3,397	-	-
Recoveries	3,998	-	-	-
	8,155	3,397	-	-

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(Registration number 2009/012871/06)

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Notes to the Consolidated Financial Statements

	Group		Company	
	2017 R '000	2016 R '000	2017 R '000	2016 R '000
18. Operating loss				
Operating loss for the year is stated after charging (crediting) the following, amongst others:				
Auditor's remuneration - external				
Audit fees	967	1,660	160	274
Audit fees - under (over) provision for previous year	-	14	-	38
Other services	-	100	-	-
	967	1,774	160	312
Expenses by nature				
Employee costs	5,815	-	-	-
Depreciation, amortisation and impairment	3,932	-	-	-
Auditors' remuneration	967	-	160	312
Advertising and promotions	56	14,210	-	-
Repairs and maintenance	1,854	-	-	-
Other expenses	6,617	146	-	-
	19,241	14,356	160	312
19. Investment income				
Income from associates				
Paarl Valley Bottling Company Proprietary Limited	736	892	-	-
Interest income				
From investments in financial assets:				
Investments and deposits	20,986	-	-	-
Promissory notes	25,723	-	-	-
Bank and other financial assets	109	-	1	-
Total interest income	46,818	-	1	-
Total investment income	47,554	892	1	-

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Notes to the Consolidated Financial Statements

	Group		Company	
	2017 R '000	2016 R '000	2017 R '000	2016 R '000
20. Taxation				
Major components of the tax (income) expense				
Current				
Local income tax for current period - Continuing operations	14,510	1,185	-	-
Deferred				
Originating and reversing temporary differences - Continuing operations	(3,585)	(4,254)	-	-
Originating and reversing temporary differences - Discontinued operations	(46,730)	12,371	-	-
Deferred tax adjustment prior year	(1,834)	-	-	-
	(52,149)	8,117	-	-
	(37,639)	9,302	-	-
Reconciliation of the tax expense				
Reconciliation between applicable tax rate and average effective tax rate.				
Applicable tax rate	28.00 %	28.00 %	28.00 %	28.00 %
Deferred tax not raised on losses	0.05 %	- %	0.09 %	- %
S12H Learnership agreement deduction	0.04 %	- %	- %	- %
Capital losses and non-deductable expenses	11.29 %	(1.38)%	(28.09)%	(28.00)%
Change in Capital Gains Tax rate	(0.09)%	- %	- %	- %
Prior year charges	(0.08)%	- %	- %	- %
Exempt income	- %	(3.04)%	- %	- %
Income from associates	0.82 %	(0.18)%	- %	- %
Changes in rate of taxation	- %	0.05 %	- %	- %
Consolidation adjustments	- %	(0.14)%	- %	- %
Adjustments for foreign taxation	- %	1.77 %	- %	- %
	40.03 %	25.08 %	- %	- %
Gross calculated tax losses available for utilisation against future taxable income	203	36,789	-	-
Tax relief calculated at current tax rates	57	10,301	-	-
Utilised to reduce deferred taxation	(57)	(10,301)	-	-
Tax relief available for offset against future taxation	-	-	-	-
21. Tax paid				
Balance at beginning of the year	43	35	-	-
Current tax for the year recognised in profit or loss	(61,900)	(9,302)	-	-
Adjustment in respect of businesses sold and acquired during the year including exchange rate movements	46,724	8,117	-	-
Balance at end of the year	14,428	(43)	-	-
	(705)	(1,193)	-	-

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Notes to the Consolidated Financial Statements

	Group		Company	
	2017 R '000	2016 R '000	2017 R '000	2016 R '000
22. Cash generated from operations				
(Loss) profit after taxation	(53,639)	37,088	49,841	(312)
Adjustments for:				
Depreciation and amortisation	18,202	27,775	-	-
Bad debts recovered and written off	-	(1,580)	-	-
(Gains) losses on foreign exchange	(50,304)	31,235	-	-
Amortisation of intangible assets	-	1,795	-	-
Loss on sale of property, plant and equipment	191,030	2,260	-	-
Net finance expense (income)	(46,535)	(266)	-	-
Inventory written off	-	20,951	-	-
Non cash movement on loans to subsidiaries and associates	-	479	-	-
Taxation	(35,802)	-	-	-
Impairment losses and reversals of investment in joint venture	85	400	-	-
Government grant recognised in profit	(12,775)	(3,620)	-	-
Share profit from associates and joint ventures	(736)	(239)	-	-
Impairment of property, plant and equipment	1,775	-	-	-
Changes in working capital:				
Inventories	(23,813)	(14,574)	-	-
Trade and other receivables	8,485	(10,730)	-	-
Trade and other payables	29,020	(86,671)	-	-
	24,993	4,303	49,841	(312)

23. Discontinued operations or disposal groups or non-current assets held-for-sale

During May 2016, management decided to dispose of the operating assets of La Concorde South Africa to the Vasari group. Revenue and expenses, and gains and losses relating to these assets have been removed from the results of continuing operations and are shown as a single line item on the face of the statement of comprehensive income ("Profits and (losses) from discontinued operations"). The operating results of the discontinued operations up to its disposal and the effect of re-measurement and disposal of assets that were classified as held-for-sale were as follows:

Profits and (losses) from discontinued operations

Revenue	566,898	1,224,214	-	-
Cost of sales	(485,173)	(852,837)	-	-
Other income	-	11,424	-	-
Other gains and (losses)	-	(42,290)	-	-
Operating expenses	(16,045)	(292,969)	-	-
Share profit of associates	-	(653)	-	-
Impairment of investments in joint ventures	(85)	-	-	-
Interest received	411	1,886	-	-
Finance costs	(688)	(1,620)	-	-
Loss on disposal of business assets	(191,222)	-	50,000	-
Net (loss) profit before tax	(125,904)	47,155	-	-
Tax	46,730	(12,371)	-	-
(Loss) profit from discontinued operations	(79,174)	34,784	-	-
Items that may be reclassified subsequently to profit or loss	-	-	-	-
Foreign currency translation differences	(1)	(86)	-	-
	(79,175)	34,698	50,000	-

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Notes to the Consolidated Financial Statements

	Group		Company	
	2017 R '000	2016 R '000	2017 R '000	2016 R '000
24. Cash flows of discontinued operations				
Net cash flow from operating activities	34,407	11,914	-	-
Net cash flow from investing activities	503,717	(41,880)	-	-
Net cash flow from financing activities	-	16,395	-	-
	538,124	(13,571)	-	-

25. Net cashflow on disposal and analysis of assets and liabilities disposed of

Assets

Property plant and equipment	217,920
Intangible assets	14,302
Investment in associates	5,463
Trade and other receivables	212,416
Derivative financial instruments	25,594
Bank and cash balances	54,517
Inventory	1,052,928
Current income tax assets	7

Liabilities

Trade and other payables	(205,637)
Borrowings	(51)
Derivative financial instruments	(5,992)

Net asset value **1,371,467**

Consideration paid

- Cash consideration	(575,000)
- Fair value of promissory notes at date of issue	(605,245)

Loss on remeasurement **(191,222)**

Cash balances disposed of	(54,517)
Cash consideration received	575,000

Net cash received **520,483**

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Notes to the Consolidated Financial Statements

	Group		Company	
	2017 R '000	2016 R '000	2017 R '000	2016 R '000
26. Related parties				
Relationships				
Ultimate holding company			Hosken Consolidated Investments Limited	
Holding company			Niveus Investments Limited	
Entities related to Hosken Consolidated Investments Limited and Niveus Investments Limited			Vukani Gaming Corporation Proprietary Limited	
			HCI Managerial Services Proprietary Limited	
			Niveus Managerial Services Proprietary Limited	
			Galaxy Bingo Proprietary Limited	
			Tsogo Sun Holdings Limited	
Associates			Paarl Valley Bottling Company Proprietary Limited	
Fellow subsidiaries			La Concorde International Proprietary Limited	
			La Concorde Projects Proprietary Limited	
Related party balances				
Loan accounts - Owing by related parties				
La Concorde South Africa Proprietary Limited	-	-	471,399	411,678
Amounts included in Trade Payable regarding related parties				
Niveus Investments Limited	992	1	-	-
Niveus Managerial Services Proprietary Limited	71	93	-	-
Vukani Gaming Corporation Proprietary Limited	986	(396)	-	-
Related party transactions				
Profit from associates				
Paarl Valley Bottling Company Proprietary Limited	736	239	-	-
Sales of goods and services to related parties				
Vukani Gaming Corporation Proprietary Limited	1,661	2,772	-	-
Galaxy Bingo Proprietary Limited	1,735	2,394	-	-
Tsogo Sun Holdings Limited	175	267	-	-
HCI Managerial Services Proprietary Limited	-	33	-	-
Paarl Valley Bottling Company Proprietary Limited	63	11	-	-
Purchase of goods and services to related parties				
Niveus Investments Limited	3,437	3,286	-	-
Niveus Managerial Services Proprietary Limited	341	528	-	-
HCI Managerial Services Proprietary Limited	296	321	-	-
Paarl Valley Bottling Company Proprietary Limited	989	1,664	-	-
Compensation to directors and other key management				
Remuneration paid	3,437	10,220	-	-

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Notes to the Consolidated Financial Statements

	Group		Company	
	2017 R '000	2016 R '000	2017 R '000	2016 R '000

27. Directors' emoluments

Executive

2017

	Salary and fees	Retirement contributions	Gains from share options	Performance incentives	Other allowances or benefits	Total
*André van der Veen	4,217	-	20,636	2,741	839	28,433
*Muriel Loftie-Eaton	1,827	-	6,085	1,188	45	9,145
Daniël Smit	582	32	-	150	140	904
Albert Wynand Eksteen	354	31	-	20	113	518
Less: Amounts paid by Hosken Consolidated Limited	(6,044)	-	(26,721)	(3,929)	(884)	(37,578)
	936	63	-	170	253	1,422

2016

	Salary and fees	Retirement contributions	Gains from share options	Performance incentives	Other allowances or benefits	Total
*André van der Veen	3,970	-	10,599	1,548	744	16,861
Daniël Smit	1,344	191	-	-	6	1,541
Albert Wynand Eksteen	936	156	-	-	5	1,097
Less: Amounts paid by Hosken Consolidated Limited	(760)	-	(10,599)	(1,548)	(744)	(13,651)
	5,490	347	-	-	11	5,848

* Management fees paid to Niveus Investments Limited and HCI Managerial Services Proprietary Limited for services as directors and other services.

Non-executive

2017

	Salary and fees	Total
F du Plessis	110	110
NL Ellis	90	90
MJA Golding	100	100
JA Copelyn	90	90
MM Mhlarhi	60	60
KI Mampeule	60	60
MN Joubert	60	60
LA van Dyk	73	73
	643	643

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Notes to the Consolidated Financial Statements

	Group		Company	
	2017 R '000	2016 R '000	2017 R '000	2016 R '000

27. Directors' emoluments (continued)

2016

	Salary and fees	Total
F du Plessis	120	120
NL Ellis	90	90
MJA Golding	150	150
JA Copelyn	91	91
MM Mhlarhi	45	45
KI Mampeule	90	90
MN Joubert	90	90
KR Moloko (resigned 22 May 2015)	23	23
LA van Dyk	110	110
	809	809

Notes:

This remuneration is disclosed in terms of the Companies Act due to the fact that La Concorde Holdings is a subsidiary of Hosken Consolidated Group.

The only costs relating to these directors that are borne by the La Concorde Group are the non-executive directors' fees and management fees.

28. Commitments

Capital commitments

• Incomplete contracts for capital expenditure	-	2,586	-	-
• Not yet contracted for and authorised by directors	3,472	38,785	-	-
	3,472	41,371	-	-

This capital expenditure will be financed from own resources and borrowings.

29. Segments

No additional segments to report on other than the income received from property rental.

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	Group		Company	
	2017 R '000	2016 R '000	2017 R '000	2016 R '000

30. Earnings per share

The calculation of earnings per share is based on net profit attributable to ordinary shareholders divided by the weighted average number of ordinary shares issued.

Ordinary shares

Shares issued	68,980	68,980
Treasury shares	(979)	(979)
Used in the calculation of earnings per share	68,001	68,001

Profit and loss for the year (net amount)	(53,637)	27,786
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Basic earning per share

Continuing operations	37.5	(10.3)
Discontinued operations	(116.4)	51.2

31. Events after the reporting period

The company declared an ordinary dividend of 50 cents per share and a special dividend of 50 cents per share resulting in a total dividend of R1 per share paid on 19 June 2017.

32. Risk management

Capital risk management

The group's objectives when managing capital are to safeguard the group's ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital.

The capital structure of the group consists of cash and cash equivalents disclosed in note 12, and equity as disclosed in the statement of financial position

In order to maintain or adjust the capital structure, the group may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or sell assets to reduce debt.

Consistent with others in the industry, the group monitors capital on the basis of the gearing ratio.

This ratio is calculated as net debt divided by total capital. Net debt is calculated as total borrowings (including 'current and non-current borrowings' as shown in the statement of financial position) less cash and cash equivalents. Total capital is calculated as 'equity' as shown in the statement of financial position plus net debt.

There have been no changes to what the entity manages as capital, the strategy for capital maintenance or externally imposed capital requirements from the previous year.

Liquidity risk

The group's risk to liquidity is a result of the funds available to cover future commitments. The group manages liquidity risk through an ongoing review of future commitments and credit facilities.

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Group		Company	
2017	2016	2017	2016
R '000	R '000	R '000	R '000

32. Risk management (continued)

Interest rate risk

The group analyses its interest rate exposure on a dynamic basis. Various scenarios are simulated taking into consideration refinancing, renewal of existing positions, alternative financing and hedging. Based on these scenarios, the group calculates the impact on profit and loss of a defined interest rate shift. For each simulation, the same interest rate shift is used for all currencies.

Due to significant cash instruments, movements in market interest rates influences income. Interest rate risk is managed by the Group treasury function by using approved counterparties that offer the best rates.

At 31 March the Group's interest-bearing financial instruments were bank balances and promissory notes. Promissory notes carry interest at a fixed interest rate of 8.5% annually compounded.

Fair value sensitivity analysis for variable rate instruments:

A change of 100 basis points in the interest rate received on bank balances would have increased or decreased profit after tax by approximately R2.1 million.

Credit risk

Credit risk consists mainly of cash deposits, cash equivalents, derivative financial instruments and trade debtors. The company only deposits cash with major banks with high quality credit standing and limits exposure to any one counter-party.

Management evaluated credit risk relating to customers on an ongoing basis. If customers are independently rated, these ratings are used. Otherwise, if there is no independent rating, risk control assesses the credit quality of the customer, taking into account its financial position, past experience and other factors. Individual risk limits are set based on internal or external ratings in accordance with limits set by the board.

Annexure A: Associates and joint ventures

as at 31 March 2017

	Total	Paarl Valley Bottling	Total	Solomoya Processing Company	Paarl Valley Bottling	Brannas Draught
	2017	2017	2016	2016	2016	2016
	R'000	R'000	R'000	R'000	R'000	R'000

ASSOCIATES AND JOINT VENTURES

SUMMARY OF ASSETS AND LIABILITIES

as at 31 March

Non-current assets

Property, plant and equipment	58 242	58 242	55 475	10 843	43 703	929
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Current assets

Inventories	12 271	12 271	9 757	-	9 559	198
Trade and other receivables	16 198	16 198	19 927	46	19 394	487
Financial assets	100	100	100	-	100	-
Deferred tax	-	-	167	167	-	-
Personnel loan account	12	12	-	-	-	-
Cash and cash equivalents	6 191	6 191	1 339	1 269	-	70

Total assets	93 014	93 014	86 765	12 325	72 756	1 684
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Total equity

Ordinary shareholders' funds	51 260	51 260	43 490	(226)	43 667	49
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Non-current liabilities

Long-term liabilities	23 118	23 118	17 073	11 144	5 162	767
Deferred taxation	1 482	1 482	2 114	-	2 114	-

Current liabilities

Trade payables and provisions	17 154	17 154	24 088	1 407	21 813	868
Interest-bearing borrowings	17 062	17 062	19 910	1 407	17 635	868
Provision	-	-	3 546	-	3 546	-
Taxation payable	92	92	-	-	-	-
	-	-	632	-	632	-

Total equity and liabilities	93 014	93 014	86 765	12 325	72 756	1 684
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RESULTS OF OPERATIONS

for the year ended 31 March

Revenue	119 354	119 354	114 681	2 585	109 274	2 822
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Net profit / (loss) attributable to ordinary shareholders

	2 382	2 382	2 897	211	3 673	(987)
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Financial information of material associates and joint ventures are disclosed above.

The group's financial year-end differs from that of Paarl Valley Bottling Company Proprietary Limited (31 January). For the purposes of these financial statements the results according to the management accounts to 31 March were used.