Notes to the consolidated annual financial statements continued

for the year ended 30 September

36. Unconsolidated structures continued

Impact of amendment to the 2008 B-BBEE transaction

The amendments to the strategic black partner and community service group participants in the transaction resulted in a once-off IFRS 2 Share-based Payment charge of R155.8 million, arising from the termination of the obligation to subscribe for further shares in the original 2008 B-BBEE agreements as disclosed in note 32.5.

In addition the shareholders approved the issue of 450 000 additional shares to the SPVs and CSGs on 19 June 2015. A once-off IFRS 2 Share-based Payment charge of R42.6 million related to the issue of 450 000 additional shares were incurred as disclosed in note 32.5. The additional shares will be subject to a lock-in period of 12 months from the date of issue.

The carrying amounts of the loans, as described above, recognised in its financial statements relating to Barloworld's interests in the unconsolidated structured entities have been outlined below:

Consolidated statement of financial position	2015 Rm	2014 Rm	2013 Rm
Non-current liabilities			
Interest-bearing			1 207
Current liabilities			
Amounts due to bankers and short-term loans		1 231	24

37. Related party transactions

Various transactions are entered into by the company and its subsidiaries during the year with related parties. Unless specifically disclosed these transactions occurred under terms that are no less favourable than those entered into with third parties. Intra-group transactions are eliminated on consolidation.

The following is a summary of other transactions with related parties during the year and balances due at year end:

	Associates of the group Rm	Joint ventures in which the group is a venture Rm
2015		
Goods and services sold to		
Barzem Enterprise (Pty) Limited	7	
Bartrac Equipment		17
	7	17
Other transactions		
Other transactions		11
		11
Amounts due (to)/from related parties as at end of year		
Sizwe Car Rental (Pty) Limited	(3)	
	(3)	

Notes to the consolidated annual financial statements continued

for the year ended 30 September

37. **Related party transactions** continued

	Associates of the group Rm	Joint ventures in which the group is a venture Rm
2014		
Goods and services sold to		
Barzem Enterprise (Pty) Limited	1	
Bartrac Equipment		20
	1	20
Other transactions		
Other transactions		10
		10
Amounts due (to)/from related parties as at end of year		
Sizwe Car Rental (Pty) Limited	(3)	
	(3)	
2013		
Goods and services sold to		
Barzem Enterprise (Pty) Limited	15	
Sizwe Car Rental (Pty) Limited	1	
Bartrac Equipment		118
	16	118
Goods and services purchased from		
Bartrac Equipment		(34)
		(34)
Other transactions		
Other transactions		9
		9
Amounts due (to)/from related parties as at end of year		
Bartrac Equipment		1
Sizwe Car Rental (Pty) Limited	(3)	
	(3)	1

Notes to the consolidated annual financial statements continued

for the year ended 30 September

37. Related party transactions continued

Terms on other outstanding balances

Unless otherwise noted, all outstanding balances are payable within 30 days, unsecured and not guaranteed.

There are no doubtful debt provisions raised in respect of amounts due to/from related parties and no bad debts incurred during the year on these balances.

Associates and joint ventures

The loans to associates and joint ventures are repayable on demand and bear interest at market-related rates.

Details of investments in associates and joint ventures are disclosed in note 5.

Subsidiaries

Details of investments in subsidiaries are disclosed in note 36.

Directors

Details regarding directors' remuneration and interests are disclosed in note 35, and share options, share appreciation rights and forfeitable shares are disclosed in note 32.

Transactions with key management and other related parties (including directors and prescribed officers)

During the year, the Automotive trading segment sold motor vehicles to the value of Rnil (2014: R1.4 million; 2013: R1.8 million) to key management, prescribed officers or close family members of related parties.

Shareholders

The principal shareholders of the company are disclosed on page 132 of the integrated report.

Barloworld Medical Scheme

Contributions of R163 million were made to the Barloworld Medical Scheme on behalf of employees (2014: R156 million; 2013: R145 million).

Barloworld Pension Fund

Amounts recognised in the income statement in respect of defined benefit plans was a net expense of R86 million (2014: R88 million net expense; 2013: R58 million net gain).

38. Events after the reporting period

On 23 October 2015 the company repurchased 14 485 013 Barloworld shares from the strategic black partners and community service group at par and cancelled the shares in terms of the 2008 B-BBEE transaction. On 5 November 2015 the strategic black partners and community service group subscribed for 1 590 622 Barloworld shares at R179.69 per share. In addition the participants subscribed for an additional 450 000 Barloworld shares at par.

Subsequent to year end, Automotive Northern Cape acquired the net assets of the Toyota and Volkswagen dealerships in Postmasburg for R28 million, effective 31 October 2015.