COMPANY				GROUP	
2014	2013		(R'million)	2014	Restated* 2013
		32	**Group borrowings**		
			In terms of the company's articles of association the group's borrowings are unlimited.		
		33	**Group commitments**		
		33.1	Approved capital expenditure, which will be financed from the group's own resources, is as follows:		
			Contracted	244,5	372,2
			Not contracted	733,5	408,1
				978,0	780,3
		33.2	Commitments of R655,7 million will be expended in 2015 and the remaining commitments will be expended from 2016 to 2018. The capital commitments noted above include various capital efficiency and expansion projects.		

33.3 Commitments in respect of operating leases

(R'million)	Land and buildings	Motor vehicles	Property, plant and equipment	Other	Total commitments
2014					
During 2015	61,7	37,8	31,0	–	130,5
During 2016	46,3	28,4	1,8	–	76,5
During 2017	18,6	16,3	1,6	–	36,5
During 2018	5,8	10,2	1,6	–	17,6
During 2019 and thereafter	5,1	7,0	0,8	–	12,9
	137,5	99,7	36,8	–	274,0
2013 (restated)*					
During 2014	54,9	32,5	22,6	0,1	110,1
During 2015	47,0	22,3	21,1	0,1	90,5
During 2016	24,4	14,9	0,2	–	39,5
During 2017	12,1	7,4	–	–	19,5
During 2018 and thereafter	4,4	5,5	–	–	9,9
	142,8	82,6	43,9	0,2	269,5

* *The amounts have been restated due to the adoption of IAS 19R.*

With the exception of the leases described on the following page, operating leases are generally three to six years in duration, without purchase options and in certain instances have escalation clauses of between 7% and 10% or are linked to the prime rate of interest or consumer price index (CPI). Other contingent rentals are generally not applicable. One lease, relating to fruit processing equipment, has a remaining contract period of three years, contingent rental linked to tons of fruit processed and escalates based on the American CPI, amounts to R3,9 million (2013: R4,5 million).

Notes to the financial statements continued

for the year ended 30 September 2014

33 Group commitments continued

33.4 Commitments in respect of finance leases

The group has finance leases for various items of plant and machinery. These leases have terms of renewal with a purchase option and are linked to the prime interest rate. Renewals are at the option of the specific entity that holds the lease. Future minimum lease payments under finance leases, together with the present value of the net minimum lease payments, are as follows:

	GROUP			
	2014		Restated* 2013	
(R'million)	Minimum payments	Present value of payments	Minimum payments	Present value of payments
Within one year	2,7	2,2	5,4	4,9
After one year but not more than five years	5,3	4,8	8,0	6,7
Total minimum lease payments	8,0	7,0	13,4	11,6
Less amounts representing finance charges	(1,0)	–	(1,8)	–
Total	7,0	7,0	11,6	11,6

* *The amounts have been restated due to the adoption of IAS 19R.*

Refer to note 31.3 for further details.

33.5 Commitments in respect of inventories

In terms of its normal business practice, certain group operations have entered into commitments to purchase certain agricultural inputs over their respective seasons.

33.6 Commitments in respect of transport

The group maintains long-term contracts, including certain minimum payments, with various transport companies for the distribution of its products.

34 Pension obligations

The company and its subsidiaries contribute to retirement plans that cover all employees. The retirement plans are either defined benefit plans or defined contribution plans and are funded. The assets of the funds are held in independent trustee administered funds, administered in terms of the Pension Funds Act 24 of 1956, as amended. In terms of the Pension Funds Act, certain of the retirement funds are exempt from actuarial valuation. Those funds not exempt from valuation must, in terms of the Pension Funds Act, be valued at least every three years. For purposes of these disclosures, and in order to comply with the requirements of IAS 19, valuations have been performed by independent actuaries, using the projected unit credit method. Where valuations were not possible due to the limited availability of complete data, roll-forward projections of prior completed actuarial valuations were used, taking account of actual subsequent experience.

Within the company's group of subsidiaries, there are a total of 22 retirement plans, three of which are defined benefit pension funds, five are defined contribution pension funds, two are defined benefit provident funds and eight are defined contribution provident funds. There are a further four schemes of insurance into which the company and its subsidiaries contribute. Certain companies within the group sponsor external death, funeral and disability benefit insurance policies. These insurance costs have been allowed for in the disclosures provided. All of the funds above are funded with one exception.