

Notes to the financial statements continued

for the year ended 30 September 2017

Group	Freehold land and buildings	Leasehold land and buildings	Plant, vehicles and equipment	Capitalised leased assets	Total
(R'million)					
12 Property, plant and equipment					
12.1 Movement of the group property, plant and equipment 2017					
<i>Carrying value at beginning of the year</i>					
Cost	1 673,4	182,7	7 249,0	19,9	9 125,0
Accumulated depreciation and impairment	(441,2)	(51,7)	(4 074,5)	(15,7)	(4 583,1)
Net balance at beginning of the year	1 232,2	131,0	3 174,5	4,2	4 541,9
<i>Current year movements – cost</i>					
Additions	170,9	1,9	740,4	5,8	919,0
Disposals	(31,1)	–	(231,3)	–	(262,4)
Disposal of subsidiary	–	(115,0)	(157,3)	–	(272,3)
Transfer to assets held for sale (refer to note 3.5)	–	(48,5)	(159,5)	–	(208,0)
Exchange rate adjustments	1,8	(10,3)	(3,5)	–	(12,0)
Cost movements for the current year	141,6	(171,9)	188,8	5,8	164,3
<i>Current year movements – accumulated depreciation and impairment</i>					
Depreciation*	(57,5)	(5,1)	(494,7)	(5,1)	(562,4)
Disposals	14,0	–	224,2	–	238,2
Disposal of subsidiary	–	30,4	66,4	–	96,8
Transfer to assets held for sale (refer to note 3.5)	–	14,1	90,4	–	104,5
Exchange rate adjustments	3,4	1,9	(0,2)	–	5,1
Accumulated depreciation and impairment movement for the current year	(40,1)	41,3	(113,9)	(5,1)	(117,8)
<i>Carrying value at end of the year</i>					
Cost	1 815,0	10,8	7 437,8	25,7	9 289,3
Accumulated depreciation and impairment	(481,3)	(10,4)	(4 188,4)	(20,8)	(4 700,9)
Net balance at end of the year	1 333,7	0,4	3 249,4	4,9	4 588,4

* Relates to depreciation for total operations.

Group					
(R'million)	Freehold land and buildings	Leasehold land and buildings	Plant, vehicles and equipment	Capitalised leased assets	Total
12 Property, plant and equipment					
<i>continued</i>					
2016					
<i>Carrying value at beginning of the year</i>					
Cost	1 607,7	665,7	9 272,6	19,9	11 565,9
Accumulated depreciation and impairment	(396,4)	(105,7)	(6 408,9)	(13,7)	(6 924,7)
Net balance at beginning of the year	1 211,3	560,0	2 863,7	6,2	4 641,2
<i>Current year movements – cost</i>					
Additions	74,5	1,7	869,2	–	945,4
Acquisition of business	30,0	–	22,0	–	52,0
Disposals	(3,7)	–	(106,9)	–	(110,6)
Disposal of subsidiary	–	(481,8)	(2 729,1)	–	(3 210,9)
Exchange rate adjustments	(35,1)	(2,9)	(78,8)	–	(116,8)
Cost movements for the current year	65,7	(483,0)	(2 023,6)	–	(2 440,9)
<i>Current year movements – accumulated depreciation and impairment</i>					
Depreciation	(51,9)	(9,1)	(495,8)	(2,0)	(558,8)
Disposals	2,9	–	103,1	–	106,0
Disposal of subsidiary	–	62,0	2 733,9	–	2 795,9
Impairment	–	–	(34,8)	–	(34,8)
Exchange rate adjustments	4,2	1,1	28,0	–	33,3
Accumulated depreciation and impairment movement for the current year	(44,8)	54,0	2 334,4	(2,0)	2 341,6
<i>Carrying value at end of the year</i>					
Cost	1 673,4	182,7	7 249,0	19,9	9 125,0
Accumulated depreciation and impairment	(441,2)	(51,7)	(4 074,5)	(15,7)	(4 583,1)
Net balance at end of the year	1 232,2	131,0	3 174,5	4,2	4 541,9

- 12.2 Land and buildings and plant and machinery having a book value of R38,2 million (2016: R96,4 million), are mortgaged/pledged as security for long-term loans of R38,2 million (2016: R38,3 million) included in note 26.1. Borrowing costs of R29,1 million relating to plant was capitalised during the year (2016: R5,3 million) at an average effective rate of 8% (2016: 8,25%).

The fair value of property, plant and equipment is not materially different from the cost.