

Notes to the financial statements continued

for the year ended 30 September 2018

Group	Freehold land and buildings	Leasehold land and buildings	Plant, vehicles and equipment	Capitalised leased assets	Total
(R'million)					
11 Property, plant and equipment					
11.1 Movement of the group property, plant and equipment 2018					
<i>Carrying value at beginning 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 beginning of the year	1 333,7	0,4	3 249,4	4,9	4 588,4
<i>Current year movements – cost</i>					
Additions	88,5	–	631,1	–	719,6
Disposals	(3,4)	–	(159,4)	(9,4)	(172,2)
Exchange rate adjustments	(7,3)	–	(12,5)	–	(19,8)
Cost movements for the current year	77,8	–	459,2	(9,4)	527,6
<i>Current year movements – accumulated depreciation and impairment</i>					
Depreciation	(62,1)	–	(529,4)	(1,6)	(593,1)
Impairment (refer to note 13)	(0,4)	–	(102,9)	–	(103,3)
Disposals	2,2	–	156,9	9,4	168,5
Exchange rate adjustments	1,5	–	9,6	–	11,1
Accumulated depreciation and impairment movement for the current year	(58,8)	–	(465,8)	7,8	(516,8)
<i>Carrying value at end of the year</i>					
Cost	1 892,8	10,8	7 897,0	16,3	9 816,9
Accumulated depreciation and impairment	(540,1)	(10,4)	(4 654,2)	(13,0)	(5 217,7)
Net balance at end of the year	1 352,7	0,4	3 242,8	3,3	4 599,2

Group	Freehold	Leasehold	Plant,	Capitalised	
(R'million)	land and	land and	vehicles and	leased	Total
	buildings	buildings	equipment	assets	
11 Property, plant and equipment <i>continued</i>					
11.1 Movement of the group property, plant and equipment <i>continued</i>					
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 34)	–	(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 34)	–	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.

- 11.2 Borrowing costs of R7,2 million relating to plant was capitalised during the year (2017: R29,1 million) at an average effective rate of 8% (2017: 8%).

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