NOTES TO THE FINANCIAL STATEMENTS CONTINUED

for the year ended 30 September 2019

COMPANY 2019	COMPANY 2018	(R'million)	GROUP 2019	GROUP 2018
		25 Borrowings continued		
		25.3 Instalments disclosed as:		
		Short-term borrowings	**0,5**	5,0
		Long-term borrowings	**–**	74,3
			0,5	79,3
		25.4 Short-term borrowings	**519,0**	916,9
		Bank overdrafts	**518,5**	911,9
		Current portion of long-term borrowings	**0,5**	5,0

25.5 Changes in liabilities arising from financing activities

	September 2018	Transfer to held for sale	Cash flows	September 2019
Current portion of long-term borrowings	5,0	(3,0)	(1,5)	**0,5**
Long-term borrowings	74,3	(74,3)	–	**–**
Total liabilities from financing activities	79,3	(77,3)	(1,5)	**0,5**

		26 Group commitments		
		26.1 Approved capital expenditure, which will be financed from the group's own resources, is as follows:		
		Contracted	**84,8**	96,5
		Not contracted	**910,8**	1 779,9
			995,6	1 876,4

26.2 Additional capital commitments of R559,8 million are expected to be approved in 2020. The capital commitments noted above include various capital efficiency and expansion projects.

26.3 Commitments in respect of operating leases

Group (R'million)	Land and buildings	Motor vehicles	Property, plant and equipment	Total commitments
2019				
During 2020	**21,3**	**27,9**	**35,0**	**84,2**
During 2021	**16,2**	**10,0**	**36,5**	**62,7**
During 2022	**–**	**2,8**	**4,0**	**6,8**
During 2023 and thereafter	**–**	**2,3**	**3,5**	**5,8**
During 2024 and thereafter	**–**	**0,8**	**1,3**	**2,1**
	37,5	**43,8**	**80,3**	**161,6**
2018				
During 2019	26,2	33,0	35,0	94,2
During 2020	16,7	23,8	35,1	75,6
During 2021	0,6	13,6	34,8	49,0
During 2022 and thereafter	–	6,7	1,5	8,2
During 2023 and thereafter	–	0,9	1,5	2,4
	43,5	78,0	107,9	229,4

26 Group commitments continued

26.3 Commitments in respect of operating leases continued

With the exception of the lease described below, operating leases are generally three to six years in duration, without purchase options and in certain instances have escalation clauses of between 7,0% and 10,0% 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 contingent rental linked to tons of fruit processed and escalates based on the American CPI, amounts to R5,2 million (2018: R3,5 million).

26.4 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:

	2019		2018	
Group (R'million)	**Minimum payments**	**Present value of payments**	Minimum payments	Present value of payments
Within one year	**0,7**	**0,5**	1,6	1,4
After one year but not more than five years	**–**	**–**	0,6	0,6
Total minimum lease payments	**0,7**	**0,5**	2,2	2,0
Less: amounts representing finance charges	**(0,2)**	**–**	(0,2)	–
Total	**0,5**	**0,5**	2,0	2,0

Please refer to note 25.2 for further details.

26.5 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.

26.6 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.

27 Share-based payment

The total expense recognised for employee services received during the year to 30 September 2019 is R60,9 million (2018: R81,9 million). Of the total expense recognised, the portion arising from the share appreciation rights, performance shares and restricted share option transactions amounted to R16,9 million, R2,1 million and R14,0 million (2018: R21,1 million, R6,4 million and R24,7 million respectively). The remaining expense relates to the cost associated with the BMT1 of R16,3 million and BMT2 of R9,1 million (2018: R25,3 million and R21,1 million respectively).

Detailed disclosure of each scheme and the respective assumptions and valuation inputs have been included in Annexure D.