

	2016 R'000	2015 R'000
E. CASH AND CASH EQUIVALENTS		
E.1 CASH AT BANKS	2 367	–
E.2 BANK OVERDRAFT	–	398 229

Positive balances attract interest at 5,75% and overdrafts incur interest at 8,0%.

F. AMOUNTS OWING BY/TO GROUP COMPANIES

F.1 AMOUNTS OWING BY GROUP COMPANIES

Included in current assets

Adcock Ingram Healthcare Proprietary Limited	–	102 154
Adcock Ingram International Proprietary Limited	167 154	167 154
Adcock Ingram Critical Care Proprietary Limited	160 000	–
Mpho ea Bophelo Trust	–	10
	327 154	269 318

The loans are unsecured, interest free, and have no fixed terms of repayment.

F.2 AMOUNTS OWING TO GROUP COMPANIES

Included in non-current liabilities

Adcock Ingram Limited	2 155 994	2 155 994
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Included in current liabilities

Adcock Ingram Healthcare Proprietary Limited	345 812	–
	2 501 806	2 155 994

The loans are unsecured, interest free, and have no fixed term of repayment.

It is not expected that the subsidiaries would call for payment within the next 12 months.

Fair value approximates carrying value.

G. SHARE CAPITAL

G.1 AUTHORISED

Ordinary share capital

250 000 000 ordinary shares of 10 cents each	25 000	25 000
19 458 196 A shares of 10 cents each	–	1 946
6 486 065 B shares of 10 cents each	–	649

The terms and conditions of the A and B ordinary shares were that:

A and B ordinary shares ranked *pari passu* with the ordinary shares, save that:

- these A and B ordinary shareholders could not participate in any special dividends declared or paid by the Company, unless the respective notional outstanding loan balances had become zero at any time prior to the respective release dates, in which event these A and B ordinary shares would have been entitled to participate in all special dividends declared or paid by the Company;
- A and B ordinary shares would remain certificated and would not be listed on any stock exchange;
- for so long as the ordinary shares were listed on the JSE, the rights attaching to these A and B ordinary shares could not be amended in any material respect without the prior written approval of the JSE; and
- these terms and conditions could only be amended as prescribed by sections 43 and 44 of the Memorandum of Incorporation of the Company.

NOTES TO THE COMPANY ANNUAL FINANCIAL STATEMENTS CONTINUED

	2016 R'000	2015 R'000
G. SHARE CAPITAL (continued)		
G.2 ISSUED		
Ordinary share capital		
Opening balance of 201 685 611 ordinary shares (2015: 201 589 011) of 10 cents each	20 168	20 158
Repurchase and cancellation of 19 458 196 A shares of 10 cents each	(1 946)	–
Repurchase and cancellation of 6 486 065 B shares of 10 cents each	(649)	–
Issue of 6 700 ordinary shares of 10 cents each (2015: 96 600 shares)	1	10
	17 574	20 168

6 700 (2015: 96 600) ordinary shares were issued, in various tranches during the year, to meet the obligations of the Adcock Ingram Holdings Limited Employees Share Trust (2008).

The modified BEE structure was implemented in July 2015. As part of the modification of the old BEE scheme, the A and B shares were repurchased by the Company for a nominal amount of R100 and cancelled. For full details of the modified scheme including the share-based expenses of R20,8 million arising in the current year refer to Annexure B.

G.3 UNISSUED SHARES

In terms of the Companies Act, the unissued shares are under the control of the directors. Accordingly, the directors are authorised to allot and issue them on such terms and conditions and at such times as they deem fit but subject to the provisions of the Companies Act.

H. SHARE PREMIUM

Balance at beginning of the year	949 881	947 863
Reversal of share premium on repurchase and cancellation of A shares	(55 417)	–
Issues of 6 700 ordinary shares (2015: 96 600)	189	2 018
	894 653	949 881

I. NON-DISTRIBUTABLE RESERVES

	Share-based payment reserve R'000	Other reserves R'000	Total R'000
Balance at 1 July 2014	269 000	883	269 883
Movement during the year	–	403	403
Balance at 30 June 2015	269 000	1 286	270 286
Movement in share-based payment reserve	20 821	–	20 821
Revaluation of available-for-sale asset		(700)	(700)
Tax effect of revaluation		112	112
Repurchase and cancellation of the A&B shares		58 012	58 012
Balance at 30 June 2016	289 821	58 710	348 531

Other reserves represents a fair value adjustment on the Company's investment in Group Risk Holdings Proprietary Limited and a reserve created on the repurchase and cancellation of the A&B shares in the current year.