

Notes to the Group annual financial statements continued

6 TRADING PROFIT

	2018 R'000	2017 R'000
6.1 TRADING PROFIT HAS BEEN ARRIVED AT AFTER CHARGING/ (CREDITING) THE FOLLOWING EXPENSES/(INCOME):		
External auditor's remuneration		
– Audit fees current year	9 955	8 391
– Audit fees under/(over)provision prior year	472	(185)
– Taxation services	295	245
– Other services	122	338
Internal auditors' remuneration*	246	442
Depreciation		
– Freehold land and buildings	19 252	19 483
– Leasehold improvements	9 969	9 540
– Plant, equipment and vehicles	90 048	83 800
– Computer equipment	33 841	22 837
– Furniture and fittings	5 276	4 730
Amortisation of intangible assets	10 647	9 682
Inventories written off	94 854	66 215
Royalties paid	37 146	37 194
Operating lease charges		
– Equipment	2 923	2 506
– Property	43 143	38 451
Foreign exchange loss	4 850	13 199
Fees paid to related parties (refer to note 29)	56 747	42 481
Profit on disposal of property, plant and equipment	(1 968)	(194)
6.2 TOTAL STAFF COST**	1 255 422	1 069 216
Included in cost of sales	580 823	486 755
Salaries and wages	518 393	423 077
Employers' contribution to:	62 430	63 678
Medical	15 664	17 035
Retirement	46 766	46 643
Included in operating expenses	674 599	582 461
Salaries and wages	586 410	502 128
Employers' contribution to:	88 189	80 333
Medical	17 103	15 482
Retirement	71 086	64 851

* Foreign operations

** Total staff costs include costs for executive directors and key management.

Notes to the Group annual financial statements continued

6 TRADING PROFIT (continued)

	2018 R'000	2017 R'000
6.3 DIRECTORS' EMOLUMENTS		
Executive directors	19 497	16 659
Non-executive directors	6 728	4 793
Total	26 225	21 452
For more details, please refer to pages 55 to 57.		
6.4 KEY MANAGEMENT		
Salaries and bonuses	27 119	28 353
Retirement, medical and other benefits	3 040	3 216
Total	30 159	31 569

Key management comprises the Group Executive Committee, other than the executive directors. For more details, please refer to pages 53 and 54.

7 TAXATION

South African taxation

Current income tax		
– current year	244 282	202 882
– prior year (over)/underprovision	(1 396)	933
Deferred tax		
– current year	(6 597)	(27 348)
– prior year overprovision	(167)	(54)
– utilisation of tax loss	6 760	22 920
	242 882	199 333

Foreign taxation

Current income tax		
– current year	8 753	3 094
– prior year underprovision	–	783
Deferred tax		
– current year	(716)	1 308
– prior year underprovision	165	338
	8 202	5 523
Total tax charge	251 084	204 856

In addition to the above, deferred tax amounting to R1.8 million has been reversed to other comprehensive income (2017: R7.7 million charge). Refer note 20.