Notes to the consolidated financial statements
for the year ended June 30

		2017 R'000	2016 R'000
4.	**NET FINANCE CHARGES**		
	Finance income	**96 763**	66 846
	Interest income on advances	**9 511**	13 208
	Interest income on bank balances	**84 165**	33 482
	Interest imputed on post-retirement assets (refer to note 26)	**3 087**	20 156
	Finance charges	**(315 932)**	(290 625)
	Interest expense on bank overdrafts	**(19 951)**	(18 089)
	Interest expense on financed assets	**(4 886)**	(13 102)
	Interest expense on borrowings	**(267 971)**	(216 107)
	Interest imputed on post-retirement obligations (refer to note 26)	**(1 957)**	(20 242)
	Unwinding of discount on puttable non-controlling interest liabilities	**(21 167)**	(23 085)
		(219 169)	(223 779)
5.	**TAXATION**		
	Current taxation	**1 402 824**	1 053 432
	Current year	**1 401 268**	1 075 862
	Prior years' under (over) provision	**1 556**	(22 430)
	Deferred taxation	**(157 328)**	48 953
	Current year	**(149 851)**	70 788
	Prior years' (over) under provision	**(1 446)**	847
	Change in rate of taxation	**(6 031)**	(22 682)
	Foreign withholding taxation	**5 462**	6 696
	Total taxation per consolidated statement of profit or loss	**1 250 958**	1 109 081
	Comprising		
	South African taxation	**265 384**	96 172
	Foreign taxation	**985 574**	1 012 909
		1 250 958	1 109 081

5. TAXATION *(continued)*

	2017 %	2016 %
The reconciliation of the effective taxation rate with the South African company taxation rate is:		
Taxation for the year as a percentage of profit before taxation	**23,7**	25,0
Associates	**0,1**	0,2
Effective rate excluding associate income	**23,8**	25,2
Dividend and exempt income	**1,2**	0,5
Foreign taxation rate differential	**3,1**	2,6
Details of non-deductible expenses	**(2,8)**	(2,2)
Deferred taxation assets not previously raised	**1,9**	0,8
Exempt portion of capital gains	**0,7**	0,1
Changes in prior years' estimation	**–**	0,5
Change in rate of taxation	**0,1**	0,5
Rate of South African company taxation	**28,0**	28,0

	R'000	R'000
Estimated tax losses available for offset against future taxable income	**431 854**	579 744
Utilised in the computation of deferred taxation	**(290 954)**	(471 785)
Not accounted for in deferred taxation	**140 900**	107 959

Deferred taxation assets have not been recognised in respect of certain tax losses as the directors believe it is not probable that the relevant companies will generate taxable profit in the near future, against which the benefits can be utilised.

Non-deductible expenses comprise impairments relating to goodwill (refer note 15), property, plant and equipment (refer note 13), intangible assets (refer note 14) and other non-deductible expenses individually insignificant across the Bidcorp group.

6. EARNINGS PER SHARE

	2017	2016
Weighted average number of shares ('000)		
Weighted average number of shares in issue for basic earnings per share and headline earnings per share calculations	**332 065**	82 405
Potential dilutive impact of outstanding share options and conditional awards	**730**	764
Number of outstanding staff share options	**4 228**	3 133
Number of share options deemed to be issued at fair value	**(3 554)**	(2 397)
Contingent issuable shares in terms of conditional share plan to be issued at fair value	**56**	28
Dilutive weighted average number of shares	**332 795**	83 169
Attributable earnings (R'000)		
Basic earnings per share and diluted earnings per share are based on profit attributable to shareholders of the company	**4 008 287**	3 279 576
There were no reconciling items for the profit attributable to shareholders of the company.		
Basic earnings per share (cents)	**1 207,1**	3 979,8
Diluted basic earnings per share (cents)	**1 204,4**	3 943,3
Dilution (%)	**0,2**	0,9