Notes to the consolidated financial statements continued

for the year ended 30 June 2019

		2019 R'000	2018 R'000
26	**DIVIDENDS**		
	Dividends declared during the year		
	Final dividend No 123 of 1 200 cents (2018: 800 cents) per share — declared on 5 September 2018	**1 675 284**	1 116 856
	Interim dividend No 124 of 1 000 cents (2018: 1 000 cents) per share — declared on 25 February 2019	**1 396 070**	1 396 070
	Total dividend for the year	**3 071 354**	2 512 926
	Less: Dividends attributable to treasury shares	**(802 095)**	(656 207)
		2 269 259	1 856 719
	Per share (cents)	**2 200**	1 800
	Dividends relating to the activities of the group for the year under review		
	Interim dividend No 124 of 1 000 cents (2018: 1 000 cents) per share — declared on 25 February 2019	**1 396 070**	1 396 070
	Final dividend No 125 of 1 400 cents (2018: 1 200 cents) per share — declared on 4 September 2019	**1 954 498**	1 675 284
	Less: Dividends attributable to treasury shares	**(875 090)**	(800 800)
		2 475 478	2 270 554
	Per share (cents)	**2 400**	2 200
27	**NOTES TO THE STATEMENT OF CASH FLOW**		
27.1	**Cash generated from operations**		
	Profit before taxation	**2 080 609**	2 312 472
	Adjusted for:		
	— depreciation of property, plant and equipment	**120 271**	125 236
	— amortisation of intangible assets	**26 389**	49 971
	— interest income	**(557 437)**	(502 368)
	— dividends received	**(55 462)**	(17 778)
	— finance costs	**55 302**	19 394
	— net foreign exchange gains	**(40 771)**	(52 931)
	— cash-settled share-based payment charges	**12 989**	10 271
	— movement in long-term provisions	**31 615**	38 963
	— cost of inventories written down	**6 482**	11 334
	— payment received on long-term loans	**253**	—
	— net loss/(profit) on disposal of property, plant and equipment	**62**	(6 578)
	— gain on disposal of investment in subsidiary company	**(2 669)**	—
	— profit on sale of available-for-sale listed investments	**—**	(42 432)
	— impairment of non-financial assets	**—**	21 564
	— impairment of furniture, fittings and office equipment	**—**	9 519
	— gain on disposal of investment in associate	**—**	(8 104)
		1 677 633	1 968 533

		2019 R'000	2018 R'000
27	**NOTES TO THE STATEMENT OF CASH FLOW** (continued)		
27.2	**Movements in working capital**		
	Movement in inventories	**(651 363)**	(138 922)
	Movement in trade and other receivables	**(454 953)**	(117 995)
	Movement in trade and other payables	**48 358**	747 333
	Payments against short-term provisions	**(19 106)**	(150 176)
	Movement in foreign currency translation	**12 439**	15 583
		(1 064 625)	355 823
27.3	**Finance costs**		
	Finance costs per income statement	**(55 302)**	(19 394)
	Unwinding of discount on environmental obligations (refer note 16)	**7 565**	6 559
		(47 737)	(12 835)
27.4	**Taxation paid**		
	Unpaid at beginning of year	**(24 059)**	(72 532)
	Charged to the income statement	**(629 756)**	(645 546)
	Movement in deferred taxation (refer note 15)	**111 722**	10 880
	Unpaid at end of year	**14 907**	24 059
		(527 186)	(683 139)
27.5	**Dividends paid to shareholders of the holding company**		
	Unpaid at beginning of year	**(4 307)**	(3 112)
	Declared during the year (refer note 26)	**(3 071 354)**	(2 512 926)
	Dividends attributable to treasury shares (refer note 26)	**802 095**	656 207
	Unpaid at end of year, included in other payables	**4 640**	4 307
		(2 268 926)	(1 855 524)

28 FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

The group is exposed to various financial risks due to the nature and diversity of its activities and the use of various financial instruments. These risks include:

- credit risk
- liquidity risk
- market risk

Details of the group's exposure to each of the above risks and its objectives, policies and processes for measuring and managing these risks are included specifically in this note and more generally throughout the consolidated annual financial statements together with information regarding management of capital.

The boards of the individual companies in the group (boards) have overall responsibility for the establishment and oversight of the risk management framework. These boards have delegated these responsibilities to the group's Executive Committee, which is responsible for the development and monitoring of risk management within the group. The risk management policies are established to identify and analyse the risks faced by the group, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the activities of the group.

The roles and responsibilities of the committees include:

- approval of all counterparties;
- approval of new instruments;
- approval of the group's foreign exchange transaction policy;
- approval of the investment policy;
- approval of treasury policy; and
- approval of long-term funding requirements.

The internal auditors undertake regular and ad hoc reviews of risk management, controls and procedures, the results of which are monitored by the Assore Audit and Risk Committee.