Notes to the consolidated financial statements continued

for the year ended 30 June 2019

5 INVESTMENT IN FOREIGN LISTED ASSOCIATE

	2019 R'000	2018 R'000
96 816 667 (2018: 81 316 667) shares in IronRidge Resources Limited (IronRidge) at cost	**245 332**	185 537
Cost at end of year, excluding goodwill	**173 685**	113 890
— share of net asset value (NAV) at beginning of year	**113 890**	50 306
— 15 500 000 (2018: 10 483 333) shares acquired during the year by way of a combination of rights issues and exercising the existing "creep" provisions contained in the shareholders' agreement	**59 795**	63 584
— goodwill	**71 647**	71 647
Share of equity losses to date	**(50 665)**	(27 348)
— balance at beginning of year	**(27 348)**	(13 224)
— share of equity losses for the year	**(23 317)**	(14 124)
Foreign currency translation reserve recorded in other comprehensive income*	**(7 280)**	(3 293)
— balance at beginning of year	**(3 293)**	(11 378)
— share of other comprehensive (loss)/income for the year	**(3 987)**	8 085
— carrying value at end of year	**187 387**	154 896

The investment represents 31,12% (2018: 28,91%) of IronRidge's ordinary share capital, which is listed on the Alternative Investment Market (AIM) of the London Stock Exchange.

IronRidge is registered in Australia and is a junior exploration company, with a portfolio of gold, lithium, bauxite, titanium and iron ore prospects in Africa and Australia.

In accordance with IFRS, IronRidge is accounted for on the equity accounting basis and the group's share of IronRidge's loss after taxation has been disclosed in the consolidated income statement. At year-end, the fair value of the group's investment, based on the AIM price, was R267 196 000 (2018: R410 386 000).

The financial information set out below has been extracted from the provisional results of IronRidge for the year ended 30 June 2019, converted to the group reporting currency as follows:

	2019 R'000	2018 R'000
Abridged income statement of IronRidge		
Revenue	**463**	506
Total reported comprehensive loss for the year	**(74 927)**	(48 864)
Abridged statement of financial position of IronRidge		
Non-current assets	**229 856**	87 823
Current assets		
— trade and other receivables	**642**	11 553
— other current assets	**2 176**	110 044
— cash resources	**63 543**	95 496
	296 217	304 916
Total liabilities		
Trade and other payables	**10 371**	10 244
Net assets	**285 846**	294 672
Portion owned by group (%)	**31,12**	28,91

** This balance was disaggregated into the balance at the beginning of the year and share of other comprehensive (loss)/income for the year, in the current year. The comparative balance has been similarly disaggregated.*