

Notes to the company financial statements continued

for the year ended 30 June 2019

	2019 R'000	2018 R'000
9 DEFERRED TAXATION		
Balance at beginning of year	(23 332)	20 249
Arising on temporary differences in retained earnings with adoption of IFRS 9: <i>Financial Instruments</i> (1 July 2018)	27 433	—
Restated opening balance	4 101	20 249
Arising on temporary differences included in profit or loss		
— IFRS 9: Fair Value adjustment of loans to structured entities	8 396	—
Arising on temporary differences included in other comprehensive income		
— gains on revaluation to fair value of financial assets measured at fair value through other comprehensive income (2018: available-for-sale listed investments) at year-end	(12 497)	(43 581)
Balance at end of year	—	(23 332)
A deferred taxation asset of R3 600 000 was not recognised in the current year due to the company not having proven sufficient taxable income against which this asset could be utilised.		
10 REVENUE		
Revenue comprises:		
Dividends received	4 349 956	3 307 344
Interest received [#]	238 637	216 491
	4 588 593	3 523 835
[#] Based on effective interest rates		
11 PROFIT BEFORE TAXATION		
Profit before taxation is stated after taking into account the following items of income and expenditure:		
Income		
Dividends received	4 349 956	3 307 344
Ordinary dividends		
— joint-venture entity	3 315 000	3 000 000
— subsidiaries	750 000	—
— financial assets measured at fair value through other comprehensive income (2018: Available-for-sale investments)	18 808	16 926
— financial assets measured at fair value through profit and loss	22	138
Preference dividends received from empowerment entities	266 126	290 280
— Main Street 350 Proprietary Limited (RF)	3 737	26 475
— Main Street 904 Proprietary Limited (RF)	262 389	263 805
Interest received	238 637	216 491
Gain on disposal of investment in subsidiary company	1 000	—
Expenditure		
Directors' remuneration		
— directors' fees	2 877	2 724*

* Details of directors' fees paid to directors of subsidiary companies are included in related-party disclosure to the consolidated financial statements (refer note 34).