

Notes to the Summarised Company financial statements

For the year ended 31 March

Basis of preparation

These summarised financial statements of the Company have been prepared in accordance with the recognition and measurement criteria of IFRS and the information required by International Accounting Standard 34: Interim Financial Reporting as issued by the IASB, the Financial Reporting Guides as issued by the SAICA Accounting Practices Committee, the Financial Pronouncements as issued by the Financial Reporting Standards Council, the JSE Listings Requirements and the Companies Act of 2008, as amended. They have been prepared on the historical cost basis, except for certain financial instruments which are measured at fair value or at amortised cost, and are presented in South African rand, the Company's functional and presentation currency.

The significant accounting policies and methods of computation are consistent in all material respects with those applied in the previous period. The Company's critical accounting judgements, including those involving estimations are included in the Group's critical accounting judgements, including those involving estimations, as disclosed on pages 39 to 43 of the consolidated annual financial statements.

Rm	2017	2016
1. Impairment losses		
Investments in subsidiaries	(377)	(77)

Net impairment losses for the current year were recognised against the VM, SA preference share investment of R377 million (2016: RNil), the investment in Vodacom Business Africa Group Services Limited and Vodacom Business Africa Group (Pty) Limited of RNil million (2016: R70 million) and RNil million (2016: R22 million) respectively. During the prior year there was a reversal of an impairment on the Vodacom Congo (RDC) SA guarantee fee of R15 million.

2. Net loss on remeasurement and disposal of financial instruments

Included in the net loss on remeasurement and disposal of financial instruments are remeasurement gains of R163 million (2016: loss of R868 million) relating to loans and other receivables from subsidiaries as well as net loss on remeasurement of foreign-denominated assets and liabilities of R435 million (2016: net gain of R730 million).

3. Dividends

Refer to the directors' report in the consolidated annual financial statements for details regarding dividends.

Rm	2017	2016
4. Investments in subsidiaries		
Vodacom (Pty) Limited	2 265	2 262
Vodacom UK Limited	489	489
Vodacom International Limited	3 841	3 571
VM, SA ¹	633	1 324
Vodacom Tanzania Public Limited Company	3 021	3 021
	10 249	10 667
5. Financial assets		
Loans receivable from subsidiaries		
Non-current		
Vodacom Tanzania Public Limited Company	–	1 452
Wheatfields Investments 276 (Pty) Limited	169	293
	169	1 745
Current		
Vodacom Tanzania Public Limited Company	1 206	–
	1 206	–

Note:

- During the current year, preference shares with a cost of R314 million were redeemed. The remaining preference shares, are redeemable by 28 June 2017 but are currently being renegotiated to be redeemable over the next three financial years. These preference shares were impaired by R377 million during the current financial (Note 2).