2. Impairment continued

Goodwill impairment testing continued

%	Vodacom (Pty) Limited
31 March 2017	
Long-term growth rate	**2.7**
Risk adjusted discount rate	**12.0**
31 March 2016	
Long-term growth rate	2.9
Risk adjusted discount rate	12.4

Sensitivity to changes in key assumptions

Vodacom (Pty) Limited is the only cash-generating unit for which the carrying amount of goodwill allocated to that unit is significant in comparison with the Group's total carrying amount of goodwill.

Management believes that no reasonable possible change in any of the aforementioned key assumptions would cause the carrying amount of any cash-generating unit to which a significant amount of goodwill has been allocated, to exceed its recoverable amount.

3. Operating profit

Rm	2017	2016
The operating profit has been arrived at after (charging)/crediting:		
Net loss on disposal of property, plant and equipment and intangible assets	**(58)**	(50)
Auditor's remuneration – audit fees	**(44)**	(31)
Auditor's remuneration – other services	**(1)**	(1)
Professional fees for consultancy services	**(237)**	(354)
Operating lease rentals	**(3 085)**	(3 226)
Network infrastructure	**(2 570)**	(2 700)
Other	**(515)**	(526)
Bad debts	**(266)**	(479)
Inventory written off	**–**	(38)
Net foreign exchange (losses)/gains	**(331)**	383

Direct expenses include customer acquisition- and retention-related expenses, interconnect expenses, commissions, converged solutions expenses and various other direct expenses. Other operating expenses include network operational expenses and all administrative expenses.

4. Finance income

Rm	2017	2016
Interest income		
Banks	**419**	408
Loans receivable	**110**	116
Tax authorities	**1**	14
Other	**247**	178
	777	716

Interest income on financial assets not at fair value through profit or loss amounted to R737 million (2016: R700 million).