4. FAIR VALUE LOSS/(PROFIT) ON DERIVATIVE FINANCIAL INSTRUMENTS

	2019 R'm	2018 R'm
Fair value loss/(profit) on interest rate swap contracts	**32**	(30)
Fair value loss/(profit) on the Max[1] foreign exchange option contracts	**406**	(23)
Fair value profit on B-share option liability	**–**	(74)
	438	(127)

5. FINANCE INCOME AND COST

Finance income	**(60)**	(40)
Interest revenue calculated using the effective interest rate method	**(1)**	(2)
Foreign exchange gains	**(54)**	(30)
Other	**(5)**	(8)
Finance cost	**1 058**	1 002
Interest-bearing borrowings and bank overdrafts	**739**	733
Interest rate swap contracts	**16**	12
Borrowing cost capitalised[1]	**(8)**	(16)
Preference shares	**142**	224
Foreign exchange losses	**66**	30
Unwinding of contingent consideration	**44**	–
Other	**59**	19
Net finance cost	**998**	962

[1] The Group has used an average rate of 8.7% (2018: 8.6%) in determining the borrowing costs capitalised.

6. PROFIT BEFORE TAX

The following items have been included in arriving at profit before tax:		
Operating lease rentals	**297**	242
Auditors' remuneration	**41**	48
Total audit fees	**34**	30
Fees relating to non-audit services	**7**	18
Directors' and prescribed officers' emoluments (refer note 27)	**43**	48

7. TAX EXPENSE

Current income tax		
Current year	**990**	1 007
Prior year underprovision	**25**	16
Deferred income tax		
Origination and reversal of temporary differences	**(270)**	(99)
Prior year overprovision	**(5)**	(1)
Withholding taxes	**95**	–
Total tax expense	**835**	923

[1] Max Healthcare Institute Limited (Max).