Notes to consolidated annual financial statements continued

for the year ended 30 September 2021

20. INTEREST-BEARING BORROWINGS

	2021 Non-current portion R'm	2021 Current portion R'm	2020 Non-current portion R'm	2020 Current portion R'm
Unsecured borrowings				
Bilateral term loans	**2 700**	**212**	1 325	957
Syndicated term loans	**6 054**	**–**	7 056	–
Bank loan	**7**	**3**	15	4
Life Healthcare Multi-Issuer programme notes	**–**	**–**	–	598
Preference shares	**–**	**500**	500	–
Secured borrowings				
Mortgage bonds	**18**	**16**	34	15
Bank loans	**–**	**–**	–	65
Term loans	**–**	**–**	1	2
Revolving credit facilities	**–**	**653**	738	–
Lease liabilities	**2 135**	**427**	2 365	539
Total borrowings – 30 September	**10 914**	**1 811**	12 034	2 180

Terms and repayment schedule

	Interest rate at 30 September	Repayment terms[5]	Date of maturity/ final settlement	Carrying value 2021 R'm	Carrying value 2020 R'm
Bilateral term loans Southern Africa					
Term loan one	3-month JIBAR plus 2.14%[1]	Six equal semi-annual instalments of R125 million, payable from 30 June 2019	30 Jun 2021	**–**	375
Term loan two	3-month JIBAR plus 1.55%[2]	Five equal semi-annual instalments of R200 million, payable from 30 September 2021	30 Jun 2021	**–**	1 000
Term loan three	3-month JIBAR plus 1.59%	Five equal semi-annual instalments of R100 million, payable from 30 September 2021	27 Sep 2023	**400**	500
Term loan four	3-month JIBAR plus 1.65%[3]	Single instalment	31 May 2024	**377**	–
Term loan five	3-month JIBAR plus 1.65%[3]	Single instalment	31 May 2024	**377**	–
Term loan six	3-month JIBAR plus 1.65%[3]	Single instalment	31 May 2024	**502**	–
Term loan seven	3-month JIBAR plus 1.75%[3]	Eight equal semi-annual instalments of R46.9 million, payable from 30 November 2022	31 May 2026	**377**	–
Term loan eight	3-month JIBAR plus 1.75%[3]	Eight equal semi-annual instalments of R46.9 million, payable from 30 November 2022	31 May 2026	**377**	–
Term loan nine	3-month JIBAR plus 1.75%[3]	Eight equal semi-annual instalments of R62.5 million, payable from 30 November 2022	31 May 2026	**502**	–

* *Refer to page 57 for footnotes.*

20. INTEREST-BEARING BORROWINGS continued

Terms and repayment schedule continued

	Interest rate at 30 September	Repayment terms[5]	Date of maturity/final settlement	Carrying value 2021 R'm	Carrying value 2020 R'm
Polish					
Term loan one	3-month WIBOR plus 2.04%	Single instalment	26 Mar 2021	–	407
Syndicated term loans					
UK					
Term loan A1	3-month LIBOR plus 1.80%[4]	Single instalment	31 Mar 2023	**1 824**	1 953
Term loan A2	3-month LIBOR plus 2.00%[4]	Single instalment	31 Mar 2025	**1 824**	1 953
Term loan B1	3-month EURIBOR plus 1.70%[4]	Single instalment	31 Mar 2023	**1 203**	1 358
Term loan B2	3-month EURIBOR plus 1.90%[4]	Single instalment	31 Mar 2025	**1 203**	1 358
Term loan C	3-month LIBOR plus 1.70%[4]	Single instalment	31 Mar 2025	–	434
Bank loan	1.03% – 3.17%	Monthly/quarterly instalments	31 April 2031	**10**	19
Life Healthcare Multi-Issuer programme notes					
Note one	3-month JIBAR plus 0.75%	Single instalment	15 Oct 2020	–	243
Note two	3-month JIBAR plus 1.20%	Single instalment	17 Nov 2020	–	80
Note three	3-month JIBAR plus 1.70%	Single instalment	08 Jun 2021	–	275
Preference shares					
Class E	72% of 3-month JIBAR plus 1.60%	Single instalment	30 Mar 2022	**500**	500
Unsecured borrowings				**9 476**	10 455

The lenders have the right to change the interest rate margin on the term loans in the following conditions:

[1] *– If the net debt to normalised EBITDA ratio is at or less than 1.75:1, then the interest rate margin shall be 1.84% for term loan one.*
– If the net debt to normalised EBITDA ratio is higher than 1.75:1 and less than or equal to 2.25:1, then the interest rate margin shall be 1.99% for term loan one.
– If the net debt to normalised EBITDA ratio is higher than 2.25:1 and less than or equal to 2.75:1, then the interest rate margin shall be 2.14% for term loan one.
– If the net debt to normalised EBITDA ratio is higher than 2.75:1, then the interest rate margin shall be 2.29% for term loan one.

[2] *– If the net debt to normalised EBITDA ratio is at or less than 2.50:1, then the interest rate margin shall be 1.55% for term loan two.*
– If the net debt to normalised EBITDA ratio is higher than 2.50:1 and less than or equal to 3.00:1, then the interest rate margin shall be 2.05% for term loan two.
– If the net debt to normalised EBITDA ratio is higher than 3.00:1 and less than or equal to 3.50:1, then the interest rate margin shall be 2.30% for term loan two.
– If the net debt to normalised EBITDA ratio is higher than 3.50:1, then the interest rate margin shall be 2.55% for term loan two.

[3] *– If the net debt to normalised EBITDA ratio is higher than 3.00:1, then the interest rate margin shall increase by 0.15%.*

[4] *– If the net debt to normalised EBITDA ratio is higher than 3.00:1, then the interest rate margin shall increase by 0.25%.*

[5] *The final capital repayment date is stipulated in the funding agreement and may differ slightly from the instalment dates.*

Notes to consolidated annual financial statements continued

for the year ended 30 September 2021

20. INTEREST-BEARING BORROWINGS continued

Terms and repayment schedule continued

	Interest rate at 30 September	Repayment terms[5]	Date of maturity/final settlement	Carrying value 2021 R'm	Carrying value 2020 R'm
Mortgage bonds	1-month JIBAR plus 2.65%	120 equal monthly instalments of R1.5 million	30 Sep 2023	**34**	49
Bank loans (trade receivable subject to factoring arrangement refer note 16)	1-month EURIBOR + 1.30% or 1-month LIBOR + 1.75%	Payable as cash is received from debtors	Overarching agreement ends August 2021	**–**	65
Term loans in Polish operations	1-month WIBOR plus 1.0%	Monthly instalments of R0.1 million	Disposed of on 26 Mar 2021	**–**	3
Revolving credit facilities					
Credit facility (EUR facility)	3-month EURIBOR plus 1.35%	Single instalment	10 Dec 2021	**653**	738
Lease liabilities					
Southern Africa (property, equipment and other)	8.0% – 18.0%	Repayable in monthly instalments over 1 to 19 years ending Oct 2039.		**1 197**	881
AMG (property, equipment and other)	0.0% – 6.67%	Repayable in either quarterly or monthly instalments over 1 to 22 years ending Mar 2043.		**1 365**	1 495
Polish (property, equipment and other) (disposed of during the current year)	3-month WIBOR plus 3.76% – 3.77%	Disposed of on 26 Mar 2021 (2020: Repayable in monthly instalments over 1 to 18 years ending June 2038).		**–**	528
Secured borrowings				**3 249**	3 759
Total borrowings				**12 725**	14 214

* *Refer to page 57 for footnotes.*

	Carrying value 2021 R'm	Carrying value 2020 R'm
The interest-bearing borrowings carrying amount is denominated in the following currencies:		
South African rand	**4 481**	3 723
Botswana pula	**162**	180
Pound sterling	**4 477**	5 268
European euro	**3 605**	4 105
Polish zloty	**–**	938
	12 725	14 214

20. INTEREST-BEARING BORROWINGS continued

	Bank loans 2021 R'm	Preference shares 2021 R'm	Lease liabilities 2021 R'm	Bank loans 2020 R'm	Preference shares 2020 R'm	Finance leases 2020 R'm
Reconciliation of opening balance to closing balance						
Balance at 1 October	**10 810**	**500**	**2 904**	10 068	500	1 427
Cash flow movements						
Proceeds from interest-bearing borrowings	**4 970**	**–**	**251**	12 505	–	261
Repayment of interest-bearing borrowings	**(5 078)**	**–**	**(490)**	(12 952)	–	(573)
Interest paid	**(271)**	**(21)**	**(161)**	(427)	(29)	(159)
Debt raising fees capitalised	**–**	**–**	**–**	(43)	–	–
Non-cash items						
Interest accrued	**283**	**21**	**161**	427	29	159
Recognised on 1 October 2019 as a result of adopting IFRS 16	**–**	**–**	**–**	–	–	1 292
Additional lease liabilities recognised	**–**	**–**	**625**	–	–	355
Derecognition of lease liability	**–**		**(56)**			(173)
Arising on acquisition of subsidiaries	**52**	**–**	**5**	–	–	–
Disposal of subsidiary	**(346)**	**–**	**(451)**	–	–	–
Amortisation of debt raising fees capitalised	**10**	**–**	**–**	45	–	–
Effect of foreign currency movement	**(767)**	**–**	**(226)**	1 187	–	315
Balance at 30 September	**9 663**	**500**	**2 562**	10 810	500	2 904

	Receivables		Property, plant and equipment	
	2021 R'm	2020 R'm	**2021 R'm**	2020 R'm
Carrying value of assets held as security for borrowings				
Mortgage bonds	**–**	–	**97**	106
Bank loans	**53**	311	**–**	–
Term loans in Polish operations	**–**	–	**–**	25
Revolving credit facility (AMG – secured against gross assets)	**–**	–	**1 884**	2 125
Lease liabilities	**–**	–	**2 827**	3 077
Total	**53**	311	**4 808**	5 333

Notes to consolidated annual financial statements continued

for the year ended 30 September 2021

20. INTEREST-BEARING BORROWINGS continued

Borrowing facilities

	Total 2021 R'm	Available 2021 R'm	Total 2020 R'm	Available 2020 R'm
The Group has the following borrowing facilities:				
Southern Africa				
Committed general banking facilities*	**2 500**	**2 175**	4 000	2 319
Committed trade loan facility	**650**	**650**	650	650
Uncommitted general banking facilities	**1 500**	**1 500**	1 250	750
International				
Committed GBP revolving credit facility	**2 035**	**2 035**	2 290	1 853
Committed EUR revolving credit facility	**879**	**226**	993	255
Committed working capital facility (zloty)	**–**	**–**	44	44
Committed leasing facility (GBP)	**–**	**–**	654	143
Factoring facility (EUR) (2020: EUR and GBP)	**53**	**53**	333	268
	7 617	**6 639**	10 214	6 282

** Total facilities reduced by R1 billion during November 2021.*

21. TRADE AND OTHER PAYABLES

	2021 R'm	2020 R'm
Under current liabilities:		
Trade payables	**2 228**	1 858
Accruals	**1 451**	1 468
Employee-related payables	**1 130**	1 152
Value added tax	**154**	218
Deferred income	**–**	15
Other payables[1]	**480**	435
Balance at 30 September	**5 443**	5 146
Under non-current liabilities:		
Accruals	**52**	45
Employee-related payables	**11**	11
Deferred income	**–**	3
Other payables	**20**	30
	83	89

[1] *The largest balance included in other payables relates to debtors balances in credit of R168 million (2020: R168 million).*

The employee-related payables represent:

- the employee benefits payable to revenue tax authorities as well as medical aid and provident fund payment obligations at year-end;
- the pro rata portion of a 13th cheque that is payable to employees annually in terms of their employment contracts, accrued annual leave and a performance bonus scheme payable in November.