

04 | COMPANY FINANCIAL STATEMENTS





LL

STILL

15 KOMATSU

KOMATSU

Statement of financial position

at 29 February 2016

R'000	Notes	2016	2015
ASSETS			
Non-current assets		29 927	84 024
Investments and loans	2	29 927	84 024
Total assets		29 927	84 024
EQUITY AND LIABILITIES			
Equity		29 479	83 675
Share capital and premium	3	10 839	10 851
Share-based payment reserve		12 192	12 192
Retained income		6 448	60 632
Current liabilities		448	349
Shareholders for dividend		448	349
Total equity and liabilities		29 927	84 024

Statement of comprehensive income

for the year ended 29 February 2016

R'000	Notes	2016	2015
Investment income	4	31 693	43 698
Write up of loan to the Value Group Share Incentive Trust		—	204
Net profit for the year		31 693	43 902
Other comprehensive income net of taxation		—	—
Total comprehensive income for the year		31 693	43 902

Statement of changes in equity

for the year ended 29 February 2016

R'000	Share capital and share premium	Share-based payment reserve	Retained income	Total
Balance at 28 February 2014	10 851	12 192	60 428	83 471
Transactions with owners				
– Dividends paid	—	—	(43 698)	(43 698)
Total comprehensive income for the year	—	—	43 902	43 902
Balance at 28 February 2015	10 851	12 192	60 632	83 675
Transactions with owners				
– Dividends paid	—	—	(31 693)	(31 693)
– Shares cancelled	(12)	—	(54 184)	(54 196)
Total comprehensive income for the year	—	—	31 693	31 693
Balance at 29 February 2016	10 839	12 192	6 448	29 479

Statement of cash flows

for the year ended 29 February 2016

R'000	Notes	2016	2015
Cash flows from operating activities		99	59
Cash generated from operations	6.1	—	—
Investment income		31 693	43 698
Dividends paid	6.2	(31 594)	(43 639)
Cash flows from investing activities		(99)	(59)
Increase in loans receivable		(99)	(14)
Investment in equity-accounted investee		—	(45)
Net change in cash and cash equivalents		—	—
Cash and cash equivalents at beginning of the year		—	—
Cash and cash equivalents at end of the year		—	—

Notes to the financial statements

for the year ended 29 February 2016

1. ACCOUNTING POLICIES

Please refer to the Group accounting policies on pages 72 to 85.

	Issued capital	Principal place of business and country of incorporation	Effective holding			
			2016 %	2015 %	2016 R'000	2015 R'000
2. INVESTMENTS AND LOANS						
<i>Subsidiary companies</i>						
Value Logistics Limited	R2 500 000	South Africa	100	100	*	*
Value Logistics Personnel Services (Pty) Limited	R100	South Africa	100	100	*	*
Value Logistics (Botswana) (Pty) Limited	Pula 2	Botswana	100	100	*	*
Value Logistics Namibia (Pty) Limited	N\$1	Namibia	100	100	*	*
Value Specialised Logistics (Pty) Limited	R100	South Africa	100	100	*	*
Liquid in Motion 14 (Pty) Limited	R100	South Africa	51	51	*	*
Core Logistix (Pty) Limited	R100	South Africa	80	—	*	—
Investments in subsidiary companies					*	*
Loan to Value Logistics Limited					27 847	81 838
<i>Associate company</i>						
Value SA (Pty) Limited	R100	South Africa	30	30	*	*
<i>Joint venture</i>						
Value Logistics (Hong Kong) Co. Limited	HKD10 000	China	50	50	45	45
<i>Share incentive scheme</i>						
Loan to Value Group Share Incentive Scheme					2 035	2 141
Total investments and loans					29 927	84 024

*Nominal amount.

Loans receivable from subsidiary companies are classified as available for sale financial assets. The loans are subject to interest rates agreed upon between the parties, are unsecured and have no fixed terms of repayment. The carrying amount approximates fair value. The loan to Value Logistics Limited has been subordinated in favour of the Standard Bank of South Africa Limited as security for financing facilities granted.

The loan to the Value Group Share Incentive Scheme is stated at fair value.

During the year, no impairment of the loan to the Value Group Share Incentive Scheme was reversed (2015: R204 000 of the loan impairment was reversed) making a cumulative impairment of R3 734 000 (2015: R3 734 000). The reversal of the prior impairment was calculated with reference to the net asset value of the share incentive scheme.

Notes to the financial statements

for the year ended 29 February 2016 (continued)

R'000	2016	2015
3. SHARE CAPITAL AND PREMIUM		
Authorised share capital		
500 000 000 ordinary shares of 0,1 cent each	500	500
10 429 010 A ordinary shares of 0,1 cent each	10	10
Issued share capital		
186 427 478 (2015: 198 627 386) ordinary shares of 0,1 cent each	186	198
10 429 010 A ordinary shares of 0,1 cent each	10	10
Share premium	10 643	10 643
	10 839	10 851
<p>The A ordinary shares rank <i>pari passu</i> with the ordinary shares in respect of voting rights, but do not participate in distributions by the Company to its shareholders until converted into ordinary shares. The A ordinary shares are unlisted, and will automatically convert into ordinary shares on a one-for-one basis on the seventh anniversary of the scheme effective date, subject to repurchase rights held by the Company. Full details of the rights, privileges and conditions attaching to the A ordinary shares are set out in the circular to shareholders dated 1 July 2010 and additional information is contained in note 30 of the consolidated financial statements.</p>		
4. INVESTMENT INCOME		
Dividends received from subsidiary companies	31 693	43 698
5. TAXATION		
South African normal tax	—	—
Reconciliation of rate of taxation	%	%
South African normal tax rate	28,0	28,0
<i>Adjusted for:</i>		
– Exempt dividend income	(28,0)	(27,87)
– Non-taxable loan adjustment	—	(0,13)
Effective rate	—	—

Notes to the financial statements

for the year ended 29 February 2016 (continued)

R'000	2016	2015
6. NOTES TO THE STATEMENT OF CASH FLOWS		
6.1 Cash generated by operations		
Profit for the year	31 693	43 902
<i>Adjustments for:</i>		
Investment income	(31 693)	(43 698)
Write-up of loan to the Value Group Share Incentive Scheme	—	(204)
	—	—
6.2 Reconciliation of dividends paid during the year		
Charge in statement of changes in equity	(31 693)	(43 698)
Movement in shareholders for dividends	99	59
	(31 594)	(43 639)

7. RISK MANAGEMENT

Risk management and related disclosures have been dealt with in the consolidated financial statements. See note 28 on page 104.