

Notes to the Group annual financial statements continued

For the year ended 31 May 2013

	2013 R'000	2012 R'000
16. Borrowings		
Interest-bearing borrowings	1 980	—
Non-interest-bearing borrowings	12 017	12 017
	13 997	12 017
<i>Less:</i> Amounts included in current portion of borrowings	(13 997)	(12 017)
	—	—
The Group did not default on any loans or breach any terms of the underlying agreements during the period. The carrying value of interest-bearing borrowings approximates their fair value. Borrowings are unsecured and have no fixed terms of repayment. Interest-bearing borrowings bear interest at prime + 2%.		
17. Trade and other payables		
Trade payables	2 221 412	1 771 367
Accruals	144 980	114 810
Sundry creditors	20 850	3 318
VAT	5 455	67 519
Payables to related parties (refer to note 30)	525	3 216
	2 393 222	1 960 230
<i>Less:</i> Amounts included in current portion of trade and other payables	(2 393 222)	(1 931 204)
	—	29 026
Trade creditors are fair valued at a discount rate of 8% per annum (2012: 8% per annum) based on average creditors' days outstanding.		
18. Provision		
Opening balance	6 260	8 676
Additions	535 279	379 684
Used during the year	(522 510)	(382 100)
	19 029	6 260

The provision raised represents the value of electricity vouchers sold and unredeemed as at year end, payable by the Group to the municipalities on redemption by the end customer.

Redemption is dependent on activation by customers. This is expected to occur within the first quarter of the following financial year.