

1.6 CASH GENERATED BY OPERATIONS

	Notes	2026 R'000	2025 R'000
Reconciliation of operating profit to cash generated by operations:			
Operating (loss)/profit		(5 225 999)	1 411 316
Adjustments for:			
Depreciation of property, plant and equipment	4.3	72 564	70 086
Depreciation on leased assets	4.4	56 039	24 303
Amortisation of intangible assets	4.2	286 217	399 183
Fair value gain on financial instruments	3.5	(242 637)	(376 324)
Fair value loss on financial instruments	3.5	21 896	204 891
Fair value gain on surety receivable	3.5	(2 200)	(2 883)
Gain on effective settlement of pre-existing relationships upon obtaining control of Cell C	2.2.1	(480 707)	–
Impairment of intangible assets	4.2	144 381	–
Impairment of property, plant and equipment	4.3	14 248	22 150
Impairment reversal of loans		(10 103)	(293 251)
Impairment of inventory		17 424	8 034
Impairment of goodwill	4.1	200 592	–
Loan forgiveness		(719)	–
Loss on disposal of property, plant and equipment		3 163	1 998
Loss on disposal of intangible assets		37 092	16
Loss on disposal of subsidiaries	1.3	6 132 514	–
Net (profit)/loss on disposal of investment in joint ventures		(1 094)	7 902
Termination of lease		(144)	(284)
Lease modification income	3.6	(326 303)	–
Lease incentive received		(10 401)	–
(Gain)/loss on modification/derecognition of financial instruments	1.3	(192 662)	52 872
Loss on initial recognition of financial liability	3.5	281 117	–
Equity compensation benefit expense	5.2	32 913	69 391
Changes in working capital:			
Increase in inventories		(698 529)	(264 243)
Increase in trade and other receivables		(215 834)	(1 063 727)
Increase in trade and other payables		771 189	694 757
Increase in advances to customers		(239 562)	(478 647)
		424 455	487 540