38 Directors' interest and prescribed officers – continued

	Number of shares	IFRS 2 expense R
2016		
Share allocation per prescribed officer:		
MA Altman	76 735	994 486
BC Armstrong	133 270	1 727 179
TE Msubo	88 635	1 148 710
GJ Rasethaba	76 399	990 131
AN Samuels	96 060	1 244 938
V Scarcella	91 915	1 191 218
LM de Villiers	87 808	1 137 992
IM Russell	110 903	1 437 303
IC Coetzee	32 323	418 906
A Vitai	58 929	763 720
J Henning	13 443	174 221
	866 420	11 228 804

The group has identified Exco members as prescribed officers because they exercise general executive control over the business.

* *Remuneration has been apportioned based on the period served as prescribed officers. Comparative information has been provided for members identified as prescribed officers.*
** *Fringe and other benefits include motor car insurance, retention agreements, sign-on bonuses, flexible allowance, acting allowances, leave gratuity and voluntary severance packages/voluntary early retirement packages benefits.*
*** *The pension contribution is a company contribution.*

[1] *Ceased 31 August 2015.*
[2] *Appointed to executive committee 16 October 2015.*

39 Related parties

	Group		Company	
	2017 Rm	2016 Rm	**2017 Rm**	2016 Rm
Details of material transactions and balances with related parties not disclosed separately in the consolidated annual financial statements were as follows:				
With shareholders:				
Government of South Africa*				
Related party balances				
Finance lease receivable	**180**	272	**180**	272
Trade receivables	**692**	562	**692**	562
Provision for doubtful debt	**(147)**	(67)	**(147)**	(67)
Related party transactions				
Revenue	**(3 927)**	(3 700)	**(3 927)**	(3 700)
Individually significant revenue**	**(1 376)**	(1 282)	**(1 376)**	(1 282)
Department of Correctional Services	**(85)**	(78)	**(85)**	(78)
Department of Justice	**(107)**	(104)	**(107)**	(104)
South African National Defence Force	**(70)**	(66)	**(70)**	(66)
South African Police Services	**(586)**	(577)	**(586)**	(577)
S.I.T.A. (Pty) Ltd	**(214)**	(201)	**(214)**	(201)
Ekurhuleni Metropolitan Council	**(77)**	(57)	**(77)**	(57)
Department of Internal Affairs	**(52)**	(53)	**(52)**	(53)
*Eastern Cape Department of Health****	**(52)**	(49)	**(52)**	(49)
Dept of Agriculture	**(54)**	(33)	**(54)**	(33)
*Province of KZN Health Service****	**(79)**	(64)	**(79)**	(64)
Collectively significant revenue**	**(2 551)**	(2 418)	**(2 551)**	(2 418)

* *Comparatives are restated due to the change in the top ten entities.*
** *The nature of the individually and collectively significant revenue consists mostly of data revenue.*
*** *Individually significant from the current year.*

Notes to the consolidated annual financial statements – continued

for the year ended 31 March 2017

39 Related parties – continued	Company 2017 Rm	Company 2016 Rm
At 31 March 2017, the Government of South Africa held 39.3% (2016: 39.3%) of Telkom's shares, and has the ability to exercise significant influence, and the Public Investment Corporation held 11.9% (2016: 11.4%) of Telkom's shares.		
With subsidiaries:		
Business Connexion		
Related party balances		
Trade receivables	**999**	219
Loans, preference shares and other facilities	**3 364**	418
Interest receivable	**–**	15
Trade payables	**(1 470)**	(541)
Related party transactions		
Revenue	**(2 882)**	(18)
Expenses	**1 370**	701
Interest received	**(191)**	(15)
Trudon Proprietary Limited		
Related party balances		
Trade receivables	**4**	6
Trade payables	**(195)**	(311)
Related party transactions		
Revenue	**(70)**	(68)
Expenses	**12**	9
Dividend received	**(145)**	(188)
Swiftnet Proprietary Limited		
Related party balances		
Trade receivables	**1**	1
Trade payables	**(1)**	(3)
Related party transactions		
Revenue	**(4)**	(4)
Expenses	**69**	56
Dividend received	**(8)**	(7)
Rossal No 65 Proprietary Limited		
Related party balances		
Accruals and other payables	**(6)**	(2)
Related party transactions		
Dividend paid	**(19)**	5
Acajou Investments Proprietary Limited		
Related party transactions		
Dividend paid	**–**	437
Intekom Proprietary Limited		
Related party balances		
Accruals and other payables	**(109)**	(112)
Related party transactions		
Expenses	**–**	22
Telkom Foundation		
Related party balances		
Sundry provision	**(1)**	(5)
Assets	**(6)**	(5)
Related party transactions		
Expenses	**50**	44

39 Related parties – continued

The sales to and purchases from related parties of telecommunication services are made at normal market prices. Except as indicated above, outstanding balances at year-end are unsecured, interest free and settlement occurs in cash. There have been no guarantees provided or received for any related party receivables or payables. Except as indicated above, for the year ended 31 March 2017, the company has not made any impairment of amounts owed by related parties. This assessment is undertaken each financial year through examining the financial position of the related party and the market in which the related party operates.

	Group		Company	
	2017 Rm	2016 Rm	**2017 Rm**	2016 Rm
With entities under common control:				
Major public entities				
Related party balances				
Trade receivables	**40**	130	**40**	45
Trade payables	**(21)**	(5)	**(21)**	(5)
Related party transactions				
Revenue	**(291)**	(394)	**(291)**	(244)
Expenses	**236**	226	**236**	226
Individually significant expenses	**236**	207	**236**	207
South African Post Office	**63**	52	**63**	52
Eskom	**173**	155	**173**	155
Collectively significant expenses	**–**	19	**–**	19
Rent received	**(35)**	(28)	**(35)**	(28)
Individually significant rent received: South African Post Office	**(26)**	(25)	**(26)**	(25)
Collectively significant rent received	**(9)**	(3)	**(9)**	(3)
Rent paid	**25**	10	**25**	10
Individually significant rent paid: South African Post Office	**20**	5	**20**	5
Collectively significant rent paid	**5**	5	**5**	5
Key management personnel compensation:				
(Including directors and prescribed officers' emoluments)				
Related party transactions				
Short-term employee benefits	**262**	308	**224**	213
Post-employment benefits	**13**	17	**12**	13
Termination benefits	**19**	14	**14**	14
Equity compensation benefits	**17**	14	**17**	14

Terms and conditions of transactions with related parties

Outstanding balances at the year-end are unsecured, interest free and settlement occurs in cash. There have been no guarantees provided or received for related party receivables or payables.