

Notes to the financial statements continued

for the year ended 31 March 2020

5. Other income

	Group		Company	
	31 March 2020 Rm	31 March 2019 Rm	31 March 2020 Rm	31 March 2019 Rm
	676	719	1 577	1 762
Interest received from trade receivables*	128	250	78	117
Sundry income**	530	467	1 493	1 623
Profit on disposal of property, plant and equipment (PPE) and intangible assets (IA)	18	2	6	22

* Interest received on trade receivables relates to interest on overdue trade receivable accounts. These are financial assets measured at amortised cost. Interest is recognised on a time proportionate basis, taking into account the principal amount outstanding and effective interest rate.

** Sundry income for Telkom Company includes income from management fees charged to subsidiaries.

6. Expenses

6.1 Employee expenses

	Group		Company	
	31 March 2020 Rm	Restated 31 March 2019 Rm	31 March 2020 Rm	31 March 2019 Rm
	(10 713)	(10 777)	(6 311)	(5 451)
Salaries and wages	(8 563)	(8 766)	(4 329)	(4 233)
Post-retirement pension and retirement fund (refer to note 30)	(623)	(517)	(474)	(517)
Post-retirement medical aid (refer to note 30)	70	62	70	62
Post-retirement telephone rebates (refer to note 30)	(40)	(41)	(40)	(41)
Share-based compensation expense (refer to note 25)	(328)	(135)	(323)	(126)
Other benefits*	(1 620)	(1 843)	(1 606)	(1 057)
Employee expenses capitalised to capital projects	391	463	391	461

* Other benefits include, amongst others, skills development, annual leave, performance incentive, service bonuses, voluntary employee severance/voluntary early retirement and retrenchment package costs and termination benefits. Included in other benefits as at 31 March 2020 is a R1 186 million (31 March 2019: R728 million) expense for voluntary severance, retirement and retrenchment packages.

6.2 Other expenses

Other expenses	(2 688)	(2 002)	(877)	(559)
Included in the other expenses line item are the following expenses:				
Operating expenses	(2 380)	(1 721)	(584)	(308)
Sundry expenses	(207)	(16)	(36)	(5)
License fees	(292)	(255)	(281)	(249)
Subsistence and travel	(87)	(78)	(44)	(47)
Cost for third-party services	(1 431)	(1 220)	–	–
Image building and market research costs	(73)	(64)	(73)	(63)
Commission	(106)	–	(105)	–
Data procedure expenses	(87)	(70)	–	–
Other	(97)	(19)	(45)	55
Non-operating expenses	(308)	(282)	(293)	(250)
Donations	(45)	(65)	(44)	(63)
Losses	(248)	(184)	(248)	(184)
Other	(15)	(32)	(1)	(2)