Notes to the annual financial statements continued

for the year ended 31 March 2026

3. Performance continued

3.2 Revenue continued

3.2.4 Assets and liabilities related to contracts with customers continued

3.2.4.3 Deferred revenue

	Group		Company	
	31 March 2026 Rm	31 March 2025 Rm	**31 March 2026 Rm**	31 March 2025 Rm
Deferred revenue	**3 101**	2 905	**1 082**	1 009
Non-current deferred revenue	**1 181**	1 194	**29**	24
Current portion of deferred revenue	**1 920**	1 711	**1 053**	985

The deferred revenue balance consists primarily of deferred installation fees, deferred revenue from the cable landing station, deferred revenue from the grant of use of the terrestrial network system, and revenue billed in advance due to Telkom's various billing cycles.

The total revenue recognised in the current year, in relation to the deferred revenue for the prior year, is disclosed in the table below. The amounts recognised as a contract liability will mainly be utilised within the next reporting period.

	Group		Company	
Revenue recognised in relation to deferred revenue (contract liabilities):	**31 March 2026 Rm**	31 March 2025 Rm	**31 March 2026 Rm**	31 March 2025 Rm
Deferred revenue	**1 541**	1 210	**860**	866

3.3 Other income

	Group		Company	
	31 March 2026 Rm	31 March 2025 Rm	**31 March 2026 Rm**	31 March 2025 Rm
Other income	**1 262**	1 552	**2 465**	7 094
Interest received from trade receivables and finance lease receivables[1]	**176**	184	**135**	160
Sundry income[2]	**680**	610	**2 040**	1 764
Gain on disposal of Swiftnet (refer to note 12.2)	**—**	—	**—**	4 998
Profit on disposal of property, plant and equipment[3]	**194**	654	**79**	69
Gain on termination of leases	**3**	9	**2**	8
Gain on sale of contract assets[4]	**209**	95	**209**	95

1 *Interest received from trade receivables and finance lease receivables relates to interest on overdue trade receivables accounts and finance lease receivables. These are financial assets measured at amortised cost. Interest is recognised on a time proportionate basis, taking into account the principal amount outstanding and the effective interest rate. Total interest income on financial assets that are measured at amortised cost of R607 million (31 March 2025: R523 million) for Group and R1 258 million (31 March 2025: R1 309 million) for Company was recognised. Refer to note 6.1 for the remaining interest income on financial assets measured at amortised cost.*

2 *Sundry income for the Company includes income from management fees charged to subsidiaries. The Group and Company amounts include other income on the submarine cable systems. Income on submarine cables consists of income for work done on behalf of the consortiums, income on operating cost, maintenance cost (direct cost) and travel fees related to the cable services. Sundry income for the Company increased mainly due to the increase in management fees as a result of the increase in Corporate Centre costs.*

3 *The decrease for the Group is primarily attributable to lower property sales compared to the prior year. In the prior year, the Group recorded a significant gain from the sale of properties previously included in the Gyro Properties portfolio, which had been earmarked for auction.*

4 *The increase in profit on disposal of contract assets is due to higher books sold in the current year. Refer to note 3.2.4.1 for details.*