

Value-added statement 51

Value-added is the measure of wealth the group has created in its operations by “adding value” to the cost of raw materials, products and services purchased. The statement below summarises the total wealth created and shows how it was shared by employees and other parties who contributed to its creation. Also set out below is the amount retained and re-invested in the group for the replacement of assets and the further development of operations.

	2006		2005	
	R million	%	R million	%
Revenue	13 969		12 206	
Suppliers of material and services	(10 216)		(8 866)	
	3 753		3 340	
Investment income	144		124	
Capital items	(54)		(90)	
Total value added	3 843		3 374	
Applied as follows:				
To remunerate employees				
Salaries, wages, pensions and other benefits	2 500	65	2 185	65
To reward providers of capital	335	9	286	8
Interest on loans	53		62	
Dividends to Altron equity holders	176		143	
Dividends to minority shareholders	106		81	
To the state	326	8	339	10
Company taxation	291		311	
Secondary taxation on companies	35		28	
To maintain operations				
Depreciation and amortisation	213	6	192	6
To expand the group	469	12	372	11
Net earnings retained – Altron equity holders	318		305	
– minority shareholders	151		67	
	3 843	100	3 374	100

