# Notes to the financial statements continued

for the year ended 31 March 2021

## 20. Other current assets

| | Group | | Company | |
|---|---|---|---|---|
| | 31 March 2021 Rm | 31 March* 2020 Rm | 31 March 2021 Rm | 31 March* 2020 Rm |
| **Other current assets** | 459 | 536 | 459 | 536 |
| Contract costs capitalised | 261 | 299 | 261 | 299 |
| Ongoing commission capitalised assets | 198 | 237 | 198 | 237 |
| | | | | |
| **Contract costs capitalised** | 261 | 299 | 261 | 299 |
| Opening balance | 299 | 226 | 299 | 226 |
| Contract costs capitalised during the year | 265 | 344 | 265 | 344 |
| Contracts cancelled during the year | (26) | (21) | (26) | (21) |
| Amortisation recognised as cost of providing services during the year | (277) | (250) | (277) | (250) |

* *In the current financial year, contracts cancelled are included in the above reconciliation. In the prior year, this was included in the contract costs capitalised line item during the year. The prior year disclosure has been updated for comparability purposes.*

Contract costs capitalised relate to commission and incentive costs paid to dealers and sales staff, which are considered incremental to the acquisition and fulfilment of the contract. The contract costs capitalised are amortised as an expense over the term of the contract to which the commission relates. Management expects that the full cost will be recovered through the revenue recognised on these contracts and has consequently not recognised any impairment on the contract costs capitalised. Contract costs capitalised have decreased due to lower sales during the COVID-19 lockdown period as the sales channels/stores were closed.

| | Group 31 March 2021 Rm | Group 31 March* 2020 Rm | Company 31 March 2021 Rm | Company 31 March* 2020 Rm |
|---|---|---|---|---|
| **Ongoing commission capitalised assets** | | | | |
| Contract asset – ongoing commission | 198 | 237 | 198 | 237 |
| Ongoing commission (included in trade and other payables) | (198) | (237) | (198) | (237) |
| | | | | |
| Opening balance | 237 | 131 | 237 | 131 |
| Expense amortised in the current year | (127) | (114) | (127) | (114) |
| New contracts entered into | 206 | 286 | 206 | 286 |
| Contracts cancelled during the year | (118) | (66) | (118) | (66) |
| **Closing balance** | 198 | 237 | 198 | 237 |