Notes to the annual financial statements continued

for the year ended 31 March 2025

6. Financing structure and commitments continued

6.6 Finance charges paid

	Group		Company	
	31 March 2025 Rm	31 March 2024 Rm	**31 March 2025 Rm**	31 March 2024 Rm
Finance charges paid	**(2 023)**	(2 304)	**(1 876)**	(2 066)
Finance charges and fair value movements per statement of profit or loss and other comprehensive income	**(1 999)**	(2 197)	**(1 859)**	(2 002)
Non-cash items	**(24)**	(107)	**(17)**	(64)
Movements in interest accruals and interest on uncertain tax provisions	**(45)**	(8)	**(46)**	(8)
Finance costs capitalised (refer to note 6.2)	**(48)**	(39)	**(31)**	(28)
Hedging costs	**75**	(218)	**38**	(230)
Fair value adjustment	**11**	10	**—**	—
SARS Voluntary Disclosure Programme adjustment	**10**	—	**10**	—
Foreign exchange (gain)/loss	**(27)**	148	**12**	202

The Group classifies interest paid as cash flow from operating activities.

6.7 Commitments

6.7.1 Capital commitments

	Group		Company	
	31 March 2025 Rm	31 March 2024 Rm	**31 March 2025 Rm**	31 March 2024 Rm
Capital commitments authorised	**7 475**	6 186	**3 733**	2 887
Commitments against authorised capital expenditure	**3 562**	809	**2 701**	194
Authorised capital expenditure not yet contracted	**3 913**	5 377	**1 032**	2 693

Capital commitments comprise commitments for property, plant and equipment and intangible assets.

Management expects these commitments to be financed from internally generated cash and borrowings.

The increase in capital commitments is mainly due to the three-year bulk purchase from Huawei for network equipment, licences and services, which was concluded in May 2024. The purchase is over a three-year period starting from the current financial year.

6.7.2 Lease commitments

	Group		Company	
	31 March 2025 Rm	31 March 2024 Rm	**31 March 2025 Rm**	31 March 2024 Rm
Future payments on leases committed but not yet commenced	**10**	—	**10**	—

In the prior year, there were no material lease commitments.