

NOTES TO THE GROUP ANNUAL FINANCIAL STATEMENTS CONTINUED

For the year ended 31 May 2014

	2014 R'000	2013 R'000
15. PROVISIONS		
Unredeemed electricity provision		
Opening balance	19 029	6 260
Additions	617 853	535 279
Used during the year	(619 378)	(522 510)
	17 504	19 029
Less: Amounts included in current portion of provisions	(17 504)	(19 029)
	—	—
The unredeemed electricity provision raised represents the value of electricity vouchers sold and unredeemed as at year-end, payable by the Group to the municipalities on redemption by the end customer. Redemption is dependent on activation by customers. This is expected to occur within the first quarter of the following financial year.		
Onerous contracts		
Opening balance	—	—
Acquisition of subsidiary	7 406	—
Additions	—	—
Used during the year	(421)	—
	6 985	—
Less: Amounts included in current portion of provisions	(6 273)	—
	712	—

The onerous contracts relate to line subscriptions for which the Group is contracted to incur unavoidable charges that are expected to exceed the related economic benefits to be received. A provision is raised due to the uncertainty associated with the amount of net outflow for each subscription.

The provision will be used over the period of each subscription, ranging from one to 24 months.