1. RESULTS OF OPERATIONS continued

1.6 Cash generated by operations

	2019 R'000	Restated** 2018 R'000
Reconciliation of operating profit to cash generated by operating activities:		
Operating profit	**209 664**	1 097 549
Adjustments for:		
Depreciation of property, plant and equipment	**72 964**	46 144
Amortisation of intangible assets	**203 429**	138 972
Fair value gain on financial instruments	**(18 765)**	(51 001)
Fair value loss on financial instruments	**873 877**	45 360
Fair value uplift on conversion from an associate to a subsidiary	**(27 741)**	—
Impairment of intangible assets	**5 111**	338
Impairment of property, plant and equipment	**2 002**	3 800
Impairment of goodwill	**124 400**	—
Impairment of loans	**163 663**	142 069
Impairment of inventory	**5 024**	5 489
Discounting of receivables	**2 647**	3 472
Discounting of loans and other payables	**(14 825)**	(73 697)
Surety receivable recognised	**(29 998)**	(55 005)
Loan release*	**—**	(11 349)
Profit on disposal of property, plant and equipment	**(761)**	(1 784)
Profit on disposal of subsidiary	**—**	(2 824)
Foreign currency translation reserve recycled on disposal of subsidiary	**(144)**	(3 098)
Contingent purchase price release	**—**	(1 390)
Equity compensation benefit expense	**7 726**	23 862
B-BBEE charge	**—**	1 400
Net unrealised forex (profit)/loss	**(34 284)**	9 795
Changes in working capital (excluding the effects of acquisitions and disposals):		
(Increase)/decrease in inventories	**(864 165)**	1 712 311
Increase in trade and other receivables	**(434 190)**	(566 585)
Increase in trade and other payables	**207 740**	1 050 550
(Increase)/decrease in advances to customers	**(22 087)**	74 401
	431 287	3 588 779

* *This loan release relates to loan forgivenesses received in the prior year on the liquidation of Africa Prepaid Services Nigeria Limited.*

** *As a result of the prior year error the Group has restated their comparative financial information. Refer to note 11 for details.*