

## 2. GROUP COMPOSITION continued

### 2.4 Disposal of subsidiaries

Date disposed % disposed	14 February 2020 100%	30 April 2020 85%	
	3G Mobile R'000	VAS operations R'000	Total R'000
Carrying/fair value of subsidiaries disposed of excluding goodwill (refer to note 11)	479 746	390 965	870 711
Non-controlling interest	—	(156 654)	(156 654)
Carrying/fair value of net assets disposed of excluding goodwill	479 746	234 311	714 057
Goodwill	25 731	234 560	260 291
Carrying/fair value of net assets disposed of	505 477	468 871	974 348
Gain/(loss) on disposal of subsidiaries (before FCTR release)	38 523	(91 530)	(53 007)
Total proceeds on disposal	544 000	377 341	921 341
Less: Proceeds used to settle loans	—	44 626	44 626
Less: Contingent consideration	—	(71 967)	(71 967)
Total proceeds on disposal received in cash	544 000	350 000	894 000
Less: Cash and cash equivalents in subsidiaries	(85 304)	(110 361)	(195 665)
Cash inflow on disposal	458 696	239 639	698 335

Effective on 14 February 2020, Blue Label Telecoms Limited sold its 100% shareholding in 3G Mobile Proprietary Limited to a third party for an amount of R544 million. The profit on disposal, before tax and reclassification of foreign currency translation reserve of R57.8 million has been recognised in the statement of comprehensive income.

Effective on 30 April 2020, Blue Label Telecoms Limited sold its 85% shareholding in Blue Label Mobile Proprietary Limited to a third party for an amount of R450 million. R350 million of the selling price of R450 million was received. The remaining R100 million plus interest thereon is contingent upon Cell C's solvency and liquidity being proven (refer to note 11). The loss on disposal, before tax and reclassification of foreign currency translation reserve of R22.5 million has been recognised in the statement of comprehensive income.