1. RESULTS OF OPERATIONS continued

1.6 Cash generated by operations

	2024 R'000	2023 R'000
Reconciliation of operating profit to cash generated by operations:		
Operating profit	**1 061 596**	1 126 486
Adjustments for:		
Depreciation of property, plant and equipment	**69 179**	72 464
Depreciation on leased assets	**13 105**	30 793
Amortisation of intangible assets	**398 228**	446 300
Fair value gain on financial instruments	**(4 846)**	(47 497)
Fair value loss on financial instruments	**188**	11 050
Impairment of intangible assets	**1 500**	—
Impairment of property, plant and equipment	**12 417**	12 145
Impairment of loans	**124 466**	69 578
Impairment of inventory	**9 684**	8 495
Loan forgiveness	**—**	(2 778)
Fair value gain on surety receivable	**(2 555)**	(32 743)
Lease modification income	**—**	(86)
Lease incentive received	**—**	5 018
Termination of lease	**(123)**	—
Loss on modification/derecognition of financial instruments	**32 576**	57 453
Loss/(profit) on disposal of property, plant and equipment	**966**	(1 919)
Equity compensation benefit expense	**41 048**	40 012
Net unrealised forex profit	**—**	(200)
Changes in working capital:		
Increase in inventories	**(1 583 783)**	(1 695 313)
(Increase)/decrease in trade and other receivables	**(76 652)**	655 641
(Decrease)/increase in trade and other payables	**(270 136)**	37 640
Decrease/(increase) in advances to customers	**942 522**	(589 663)
	769 380	202 876