

				Twelve months ended 31 March 2017 Audited Rm	Six months ended 31 March 2016 Audited Rm	Twelve months ended 31 March 2016 Audited Rm
17. LONG-TERM BORROWINGS						
	Terms	Security	Interest rate			
Notes ^(a)	Various, refer below	Unsecured	Various, refer below	131	1 747	1 747
Long-term loan	Interest is payable biannually with a bullet capital repayment in December 2016	Unsecured	Fixed 10,86%	–	1 417	1 417
Long-term loan ^(b)	Interest is payable quarterly with a bullet capital repayment in September 2017	Unsecured	Variable rates at 575 basis points above JIBAR	1 565	555	555
Long-term loan	Interest is payable monthly with a bullet capital repayable 18 months after notice period	Unsecured	Variable rates at 125 basis points above JIBAR	–	900	900
Project funding				3 685	3 372	3 372
Long-term loan	US dollar denominated, repayable in monthly instalments over a 10-year period, starting March 2016	Secured by CIMERWA's property, plant and equipment	Variable at 725 basis points above one-month US dollar LIBOR	569	806	806
Long-term loan	Rwanda franc denominated, repayable in monthly instalments over a 10-year period, starting March 2016	Secured by CIMERWA's property, plant and equipment	Fixed rate of 16%	435	474	474
Long-term loan	US dollar denominated, interest payable biannually. Biannual repayments in equal instalments over five years starting December 2016	Secured by PPC Zimbabwe's property, plant and equipment	Six-month US dollar LIBOR plus 700 basis points	638	550	550
Long-term loan	US dollar denominated, capital and interest payable biannually starting July 2017 ending January 2025	Secured by PPC Barnet DRC's property, plant and equipment	Six-month US dollar LIBOR plus 725 basis points	2 043	1 542	1 542

NOTES TO THE AUDITED SUMMARISED CONSOLIDATED FINANCIAL STATEMENTS continued

				Twelve months ended 31 March 2017 Audited Rm	Six months ended 31 March 2016 Audited Rm	Twelve months ended 31 March 2016 Audited Rm
17. LONG-TERM BORROWINGS <small>continued</small>						
BBBEE transaction^(c)				–	844	844
	Terms	Security	Interest rate			
Preference shares	Dividends payable biannually, annual redemptions ended December 2016	Secured by guarantee from PPC Ltd	Variable rates at 81,4% of prime and fixed rates of 9,24% to 9,37%	–	33	33
Preference shares	Dividends payable biannually with capital redeemable from surplus funds. Compulsory annual redemptions until December 2016	Secured by PPC shares held by the SPVs	Variable rates at 86,9% of prime	–	16	16
Preference shares	Capital and dividends repayable by December 2016, with capital capped at R400 million	Secured by guarantee from PPC Ltd	Variable rates at 78% of prime	–	393	393
Long-term loans	Capital and interest repayable by December 2016, with capital capped at R700 million	Secured by guarantee from PPC Ltd	Variable rates at 285 basis points above JIBAR	–	402	402
Long-term borrowings				5 381	8 835	8 835
<i>Less:</i> Short-term portion of long-term borrowings				(1 826)	(4 221)	(4 221)
				3 555	4 614	4 614
<i>Add:</i> Short-term borrowings, bank overdrafts and short-term portion of long-term borrowings				2 181	4 557	4 557
Total borrowings				5 736	9 171	9 171

	Twelve months ended 31 March 2017 Audited Rm	Six months ended 31 March 2016 Audited Rm	Twelve months ended 31 March 2016 Audited Rm
17. LONG-TERM BORROWINGS <i>continued</i>			
Maturity analysis of total borrowings			
One year	2 181	4 557	4 557
Two years	570	1 777	1 777
Three years	669	394	394
Four years	568	393	393
Five and more years	1 748	2 050	2 050
	5 736	9 171	9 171
Assets encumbered are as follows:			
Plant and equipment (refer note 7)	7 304	6 853	6 853
^(a) Notes			
Comprise unsecured notes, issued under the company's R6 billion domestic medium-term note programme, and are recognised net of capitalised transaction costs:			
Note number, term and interest rate	Issue date		
PPC 002: five years; three-month JIBAR plus 1,5%	December 2013	20	750
PPC 003: five years; three-month JIBAR plus 1,48%	July 2014	111	750
PPC 004: seven years; 9,86%	July 2014	–	250
		131	1 750
Less: Transaction costs capitalised		–	(3)
		131	1 747
Less: Short-term portion		–	(1 747)
		131	–

^(b)**Long-term loan**

The loan is reflected net of transaction costs of R12 million (March 2016: R35 million) which are being amortised over the 18-month period of the loan. Post-year-end the company has refinanced the facility with a maturity date of June 2018. The facility will bear interest at variable rates of 585 basis points above JIBAR.

^(c)**BBBEE transaction**

The funding relating to the BBBEE transaction was settled during the year with the proceeds from the sale of the nil paid letters by the respective BBBEE entities and proceeds from the rights issue in September 2016, as PPC guaranteed the debt of the respective BBBEE entities.