

Notes to the Group financial statements *continued*

for the year ended 31 December 2015

10 RELATED PARTIES

10.1 Related party transactions

Related party transactions constitute the transfer of resources, services or obligations between the Group and a party related to the Group, regardless of whether a price is charged. For the purposes of defining related party transactions with key management, key management has been defined as directors and the Group's executive committee and includes close members of their families and entities controlled or jointly controlled by these individuals.

	2015 Rm	2014 Rm
Key management compensation		
Salaries and other short-term employee benefits	97	77
Post-employment benefits	8	7
Other benefits	26	8
Bonuses	2	62
Compensation for loss of office	54	–
Total	187	154

Details of directors' remuneration are disclosed in note 10.2 of the financial statements.

Subsidiaries

Details of investments in subsidiaries are disclosed in note 9.1 of the financial statements.

Changes in shareholding

There were no transactions with non-controlling shareholders or changes in shareholding in any of the Group's subsidiaries during the current and prior years (see note 9.3).

Joint ventures

Details of the Group's investments in and share of results and dividend income from its joint ventures are disclosed in note 9.2 of the financial statements.

Details of other transactions and balances with joint ventures are set out below:

	Net income for the year		Net balance receivable/ (payable)	
	2015 Rm	2014 Rm	2015 Rm	2014 Rm
Swazi MTN Limited	50	6	101	36
Mascom Wireless Botswana Proprietary Limited	1	2	8	–
Irancell Telecommunication Company Services (PJSC)	713	212	17 988	11 070
Middle East Internet Holding S.A.R.L (MEIH)	–	–	(672)	(1 115)
African Internet Holding GmbH (AIH)	–	–	(100)	(1 592)
International Digital Services Middle East Holding GmbH (iME)	–		(334)	

Notes to the Group financial statements *continued*

for the year ended 31 December 2015

10 RELATED PARTIES (continued)

10.1 Related party transactions (continued)

Associates

Details of the Group's investments in and share of results and dividend income from its associates are disclosed in note 9.2 of the financial statements.

Details of other transactions and balances with associates are set out below:

	Net income for the year		Net balance receivable	
	2015 Rm	2014 Rm	2015 Rm	2014 Rm
Belgacom International Carrier Services SA	331	386	112	141
Ghana Tower InterCo B.V.	177	159	1 112	2 025
Uganda Tower InterCo B.V.	50	44	1 162	889
Nigeria Tower InterCo B.V.	166	–	2 900	1 039

Transactions between members of the Group

Scancom Limited (MTN Ghana) entered into operating lease agreements with Ghana Tower InterCo B.V. The operating lease commitments amount to R8 353 million at 31 December 2015 (2014: R2 762 million). The rental amounts escalate every year by inflation and the initial term is 10 years, followed by four times five-year renewal periods.

MTN Uganda Limited entered into operating lease agreements with Uganda Tower InterCo B.V. The operating lease commitments amount to R3 109 million (2014: R2 364 million) at 31 December 2015. The rental amounts escalate every year by inflation and the initial term is 10 years, followed by four times five-year renewal periods.

MTN Nigeria Communications Limited entered into operating lease agreements with INT Towers Limited, a wholly owned subsidiary of Nigeria Tower InterCo B.V. The operating lease commitments amounted to R42 616 million (2014: R17 843 million) at 31 December 2015. The initial term is 10 years, followed by four times five-year renewal periods.

Shareholders

The principal shareholders of the Company are disclosed in Annexure 1, which is unaudited.