

Notes to the company financial statements continued

for the year ended 31 December 2017

12 RELATED PARTY TRANSACTIONS

Refer to note 10.1 of the group financial statements for the applicable accounting policy.

Various transactions were entered into by the company during the year with related parties.

The following is a summary of significant transactions with subsidiaries during the year and significant balances at the reporting date:

	2017 Rm	2016 Rm
Dividends paid		
– Mobile Telephone Networks Holdings Limited	(70)	(112)
– MTN Zakhele Futhi (RF) Limited	(538)	–
Dividends received		
– Mobile Telephone Networks Holdings Limited	12 500	20 200
Management fees paid		
– MTN Group Management Services Proprietary Limited	(189)	(148)
Management fees received		
– MTN International Proprietary Limited	208	163
Professional fees paid		
– MTN Group Management Services Proprietary Limited	–	(2)
Receivables		
– Mobile Telephone Networks Holdings Limited	93	111
– MTN Group Management Services Proprietary Limited	29	6
– Mobile Telephone Networks Proprietary Limited	7	3
– MTN (Dubai) Limited ¹	*	33
– MTN International Proprietary Limited	66	55
– MTN Zakhele Futhi (RF) Limited ²	–	13
– MTN (Mauritius) Investments Limited ³	*	2
– MTN International (Mauritius) Limited	*	–
Payables		
– MTN Group Management Services Proprietary Limited	(68)	(14)
– MTN (Dubai) Limited ¹	(31)	(8)
– Mobile Telephone Networks Holdings Limited	–	(538)
Share dealings		
– Main Street 1561 Proprietary Limited ⁴	295	–

¹ The balances result from transactions whereby MTN Dubai Limited and the company extinguished liabilities on behalf of each other.

² The balance arose from the MTN Zakhele Futhi transaction (note 8).

³ The balance results from transactions whereby the company extinguished liabilities on behalf of MTN (Mauritius) Investments Limited.

⁴ On 28 December 2017, 14 750 000 MTN Zakhele Futhi shares, acquired by the company in terms of the 2016 MTN Zakhele Futhi underwrite option (note 8), were sold for a total consideration of R295 million. The shares were purchased by Main Street 1561 Proprietary Limited, a wholly owned company of PF Nhleko, non-executive chairman of MTN Group.

* Amounts less than R1 million.

Financial guarantee contracts

Details of financial guarantee contracts are disclosed in note 13 of the company financial statements.

Directors

Details of directors' remuneration are disclosed in note 3 of the company financial statements and note 10.2 of the group financial statements.

Shareholders

The principal shareholders of the company are disclosed in annexure 1 which is unaudited.