		Group		Company	
		2018	2017	**2018**	2017
		R'000	R'000	**R'000**	R'000
4.	**Inventories**				
	Consumables stores	**89 061**	77 390	-	-
	Raw materials	**731 209**	613 728	-	-
	Work in progress	**29 241**	43 239	-	-
	Finished goods	**1 193 110**	763 441	-	-
		2 042 621	1 497 798	-	-

The cost of inventories recognised as an expense and included in cost of sales amounted to R4.6bn (2017: R3.1bn). No inventories were encumbered during the year. Inventory of R8.3m (2017: nil) was written down for the year ended 31 December 2018.

		Group		Company	
		2018	2017	**2018**	2017
		R'000	R'000 Restated*	**R'000**	R'000
5.	**Trade and other receivables**				
	Trade receivables	**817 598**	781 766	**-**	-
	Pre-payments	**12 500**	12 240	**17**	38
	Embedded derivative recognised on sales contracts[3]	**(48 767)**	(35 175)	**-**	-
	GOSA receivable[1]	**37 708**	29 947	**-**	-
	Other receivables[2]	**101 192**	94 471	**5 447**	852
		920 231	883 249	**5 464**	890

[1] *Related party balance*
[2] *This total consists mainly of VAT receivable*
[3] *Level 2 hierarchy per IFRS 13. The embedded derivative is included in trade and other payables at fair value. The fair value of the embedded derivative is based on the latest available ferrochrome prices and closing foreign exchange rate*
* Refer to note 32 for disclosure on restatement

The group's exposure to credit and currency risks and impairment losses related to trade and other receivables are disclosed in note 21. Trade receivables relating to local sales have an average payment term of 60 days and are non-interest bearing. Trade receivables relating to foreign sales have an average payment term of 90 days.