

	2012 \$m	2011 \$m
Note 8 – Net financing costs		
Finance income		
Interest income		
Associates and jointly controlled entities	14.0	10.7
Other entities	31.4	37.2
	45.4	47.9
Finance costs		
Interest expense		
Other entities	94.2	75.1
Finance costs capitalised	(26.8)	(15.4)
Unwinding of discounts on provisions	10.7	11.4
Unwinding of discount on contingent consideration	0.2	–
Other finance costs	5.6	2.3
	83.9	73.4
Net financing costs	38.5	25.5

The weighted average capitalisation rate on funds borrowed for finance costs capitalised is 7.25% (2011: 6.54%).

Note 9 – Profit before income tax

Profit before income tax has been arrived at after charging the following expenses.

Depreciation and amortisation		
Property, plant and equipment	118.2	104.2
Oil and gas assets	15.8	17.0
Intangible assets	34.1	21.0
Other	5.8	5.8
	173.9	148.0
Employee benefits expense		
Wages and salaries	300.6	277.5
Defined benefit superannuation plans	1.6	2.1
Defined contribution superannuation plans	15.8	14.4
Share-based payment plans	6.4	2.0
Other employee benefits	32.0	34.6
	356.4	330.6
Significant expense/(income) items before income tax		
Impairment loss on exploration and evaluation assets	35.8	–
Loss on remeasurement to fair value of pre-existing equity interest in an acquired entity	120.7	–
Cumulative loss reclassified from equity of pre-existing equity interest in an acquired entity	36.3	–
Merger and acquisition related costs	12.9	17.3
Redundancy, termination, integration and restructure costs	8.9	27.0
Gain on purchase of financial instruments	(2.9)	–
	211.7	44.3
Income tax (income)/expense applicable:		
Impairment loss on exploration and evaluation assets	(9.2)	–
Loss on remeasurement to fair value of pre-existing equity interest in an acquired entity	–	–
Cumulative loss reclassified from equity of pre-existing equity interest in an acquired entity	–	–
Merger and acquisition related costs	–	(4.2)
Redundancy, termination, integration and restructure costs	(2.5)	(7.3)
Gain on purchase of financial instruments	0.9	–
	(10.8)	(11.5)
Recognition of a deferred tax asset due to the changes to the Petroleum Resource Rent Tax Legislation to cover onshore oil and gas projects	(53.4)	–
Effect of change in income tax treatment for surrender obligations under various green product schemes	7.6	–
Effect of retrospective changes to Tax Consolidation Legislation	–	(5.5)
	(56.6)	(17.0)
Significant expense items after income tax	155.1	27.3