

Notes to the financial statements

for the financial year ended 31 March 2012

continued

	Consolidated 2012 \$m	Consolidated 2011 \$m	Company 2012 \$m	Company 2011 \$m
Note 32				
Reserves, retained earnings and non-controlling interests				
Reserves				
Foreign currency translation reserve				
Balance at the beginning of the financial year	(820)	(320)	–	–
Currency translation differences arising during the financial year, net of hedge and net of tax	43	(500)	–	–
Balance at the end of the financial year	(777)	(820)	–	–
Available for sale reserve				
Balance at the beginning of the financial year	382	126	–	–
Revaluation movement for the financial year, net of tax	(118)	437	–	–
Transfer to income statement upon impairment, net of tax	22	(6)	–	–
Transfer to income statement on realisation	(166)	(175)	–	–
Balance at the end of the financial year	120	382	–	–
Share-based payments reserve				
Balance at the beginning of the financial year	789	544	604	359
Option expense for the financial year	12	32	–	–
MEREP expense for the financial year	229	246	–	–
Options issued to employees of subsidiaries (note 34)	–	–	12	32
MEREP issued to employees of subsidiaries (note 34)	–	–	229	246
Transfer to share capital on exercise of options	–	–	–	–
Transfer to share capital on vesting of MEREP awards	(79)	(33)	(79)	(33)
Transfer to retained earnings ¹	(185)	–	–	–
Balance at the end of the financial year	766	789	766	604
Cash flow hedging reserve				
Balance at the beginning of the financial year	(37)	(39)	–	–
Revaluation movement for the financial year, net of tax	(10)	2	–	–
Balance at the end of the financial year	(47)	(37)	–	–
Share of reserves of interests in associates and joint ventures accounted for using the equity method				
Balance at the beginning of the financial year	(4)	(31)	–	–
Share of other comprehensive (expense)/income during the financial year	(14)	27	–	–
Balance at the end of the financial year	(18)	(4)	–	–
Total reserves at the end of the financial year	44	310	766	604
Retained earnings				
Balance at the beginning of the financial year	4,581	4,268	2,834	2,902
Profit attributable to ordinary equity holders of MGL	730	956	415	573
Dividends paid on ordinary share capital (note 5)	(572)	(643)	(571)	(641)
Transfer from share-based payments reserves ¹	185	–	–	–
Balance at the end of the financial year	4,924	4,581	2,678	2,834

¹ Includes \$185 million (March 2011: \$nil) transferred to retained earnings in respect of expired and lapsed options.