

# NOTES TO THE FINANCIAL STATEMENTS

(Continued)

## 6. INCOME

		Telstra Group	
		Year ended 30 June	
		2014	Restated 2013
		\$m	\$m
Note			
<b>Continuing operations</b>			
<b>Sales revenue</b>			
	Rendering of services .....	10,417	10,850
	Sale of goods .....	2,358	2,197
	Rent of network facilities and access .....	11,701	10,709
	Construction contracts .....	264	249
	Advertising.....	379	293
		<b>25,119</b>	<b>24,298</b>
<b>Other revenue (excluding finance income)</b>			
	Distribution from Foxtel Partnership .....	165	155
	Rent from property .....	36	21
		<b>201</b>	<b>176</b>
	<b>Total revenue (excluding finance income)</b> .....	<b>25,320</b>	<b>24,474</b>
<b>Other income</b>			
	Net gain on disposal of:		
	- property, plant and equipment and intangibles .....	76	66
	- investments (a) .....	561	-
	Net gain on de-recognition of finance leases.....	-	8
	Net foreign currency translation gains .....	-	7
	Government grants (b).....	175	152
	NBN disconnection fees.....	66	7
	Other miscellaneous income .....	98	62
		<b>976</b>	<b>302</b>
	<b>Total income (excluding finance income)</b> .....	<b>26,296</b>	<b>24,776</b>
<b>Finance income</b>			
	Interest on cash and cash equivalents .....	85	91
	Interest on finance lease receivables .....	14	11
	Interest on loans to joint ventures and associated entities.....	54	53
	Interest on other receivables .....	3	64
		<b>156</b>	<b>219</b>
	<b>Total income from continuing operations</b> .....	<b>26,452</b>	<b>24,995</b>
	<b>Total income from discontinued operation</b> .....	<b>552</b>	<b>1,204</b>

(a) Net gain on disposal of investments relates to the \$561 million net gain on disposal of the CSL Group. Refer to note 20 for further details.

(b) During the financial year the following government grants were recognised as other income:

- \$157 million (2013: \$124 million) under the Telecommunications Universal Services and Management Agency National Broadband Network (NBN) Definitive Agreement, which replaced the Universal Services Obligation (USO)
- \$14 million (2013: \$11 million) under the Retraining Fund Deed NBN Definitive Agreement. The grant, received in financial year 2012, is being used to retrain certain employees over a period of eight to ten years
- \$4 million (2013: \$11 million) related to other contracts accounted for as government grants

- \$ nil (2013: \$6 million) related to the Australia Communications and Media Authority's (ACMA) USO.

There are no unfulfilled conditions or other contingencies attached to these grants.