

As at 31 December 2020 and 2019, the caption Right-of-use assets corresponds to the impact of the adoption of IFRS 16, as at 1 January 2019, as described in Note 2.11.

As at 31 December 2020 and 2019, the caption Assets under construction includes the amount of AOA 17,005,774 thousand and AOA 16,877,374, respectively, related to the construction of the Bank's new headquarters building in Luanda Bay. During the period ended 31 December 2020, the Bank made payments amounting to AOA 128,400 thousand under the construction contract.

During 2020 and 2019, there were transfers between other tangible assets and intangible assets (Note 12).

Note 12. INTANGIBLE ASSETS

As at 31 December 2020 and 2019, the changes in this caption during these periods are presented as follows:

(Thousands of AOA)

2020	Gross amount				Depreciations, amortisations and impairment losses				Net amount		
	Balance as at 31-12-2019	Acquisitions	Disposals, write-offs and other regularisations	Transfers	Balance as at 31-12-2020	Balance as at 31-12-2019	Amortisations for the period	Disposals, write-offs and other regularisations	Balance as at 31-12-2020	31-12-2019	31-12-2020
Intangible assets											
Automated-data processing system	15,698,749	6,919,053	(172,692)	1,224	22,446,334	5,869,833	3,517,003	(46,231)	9,340,605	9,828,916	13,105,729
Other	723,431	53,775	-	-	777,206	457,254	21,124	8,543	486,921	266,177	290,285
	16,422,180	6,972,828	(172,692)	1,224	23,223,540	6,327,087	3,538,126	(37,688)	9,827,526	10,095,093	13,396,014
Goodwill											
Banco Millennium Angola, S.A. incorporation	25,632,743	-	-	-	25,632,743	-	-	-	-	25,632,743	25,632,743
	25,632,743	-	-	-	25,632,743	-	-	-	-	25,632,743	25,632,743
Work in progress	253,854	-	-	-	253,854	-	-	242,074	242,074	253,854	11,780
	253,854	-	-	-	253,854	-	-	242,074	242,074	253,854	11,780
	42,308,777	6,972,828	(172,692)	1,224	49,110,137	6,327,087	3,538,126	204,386	10,069,599	35,981,690	39,040,538

For the purposes of assessing Goodwill, estimated data for the coming periods were used, based on the budget, future prospects and a discount rate. The recoverable amount is higher than the balance sheet value.

(Thousands of AOA)

2019	Gross amount				Depreciations, amortisations and impairment losses					Net amount	
	Balance as at 31-12-2019	Acquisitions	Disposals, write-offs and other regularisations	Transfers	Balance as at 31-12-2019	Balance as at 31-12-2018	Amortisations for the period	Disposals, write-offs and other regularisations	Balance as at 31-12-2019	31-12-2018	31-12-2019
Intangible assets											
Automated-data processing system	10,154,807	5,415,589	(82,110)	210,463	15,698,749	3,619,240	2,266,156	(15,563)	5,869,833	6,535,567	9,828,916
Other	695,140	43,325	(15,034)	-	723,431	446,527	10,727	-	457,254	248,613	266,177
	10,849,947	5,458,914	(97,144)	210,463	16,422,180	4,065,767	2,276,883	(15,563)	6,327,087	6,784,180	10,095,093
Goodwill											
Banco Millennium Angola, S.A. incorporation	25,632,743	-	-	-	25,632,743	-	-	-	-	25,632,743	25,632,743
	25,632,743	-	-	-	25,632,743	-	-	-	-	25,632,743	25,632,743
Work in progress	208,650	255,667	-	(210,463)	253,854	-	-	-	-	208,650	253,854
	208,650	255,667	-	(210,463)	253,854	-	-	-	-	208,650	253,854
	36,691,340	5,714,581	(97,144)	-	42,308,777	4,065,767	2,276,883	(15,563)	6,327,087	32,625,573	35,981,690

Goodwill refers to the difference between the fair value of the assets and liabilities and the amount determined within the scope of the valuation made at the time of the merger between Banco Privado Atlântico, S.A. and Banco Millennium Angola, S.A. According to the accounting policy described in Note 2.8, goodwill is subject to impairment tests in accordance with the model defined, under IAS 36.

The impairment assessment made is based on reasonable and supportable assumptions that represent the Board of Directors best estimate of economic conditions that could affect goodwill in future periods.

For the purposes of assessing Goodwill, estimated data for the coming periods were used, based on the budget, future prospects and a discount rate, which includes a risk premium appropriate to the estimated future cash flows (Note 3.4). Based on these assumptions, the recoverable amount is higher than the balance sheet value.

During 2020 and 2019, there were transfers between intangible assets and other tangible assets (Note 11).