

Note 6. Property, plant and equipment

(Amounts in \$000s)	Land and buildings	Furniture, fixtures, and production equipment	Computer equipment and vehicles ¹	Total
Cost				
At December 28, 2013	\$ 68,818	\$ 65,606	\$ 16,502	\$ 150,926
Additions	16,658	8,500	2,917	28,075
Disposals	(603)	(1,839)	(172)	(2,614)
Effect of exchange rates	(1,752)	(1,783)	(714)	(4,249)
At January 3, 2015	\$ 83,121	\$ 70,484	\$ 18,533	\$ 172,138
Additions	4,707	11,204	2,676	18,587
Disposals	(3,745)	(8,703)	(1,079)	(13,527)
Effect of exchange rates	(2,739)	(3,061)	(1,261)	(7,061)
At January 2, 2016	\$ 81,344	\$ 69,924	\$ 18,869	\$ 170,137
Accumulated depreciation and impairment				
At December 28, 2013	\$ (17,875)	\$ (24,957)	\$ (6,624)	\$ (49,456)
Depreciation for the year	(2,838)	(7,552)	(1,484)	(11,874)
Disposals	501	1,379	145	2,025
Impairment	—	(852)	—	(852)
Effect of exchange rates	1,073	829	348	2,250
At January 3, 2015	\$ (19,139)	\$ (31,153)	\$ (7,615)	\$ (57,907)
Depreciation for the year	(3,100)	(6,993)	(1,422)	(11,515)
Disposals	1,245	9,656	837	11,738
Effect of exchange rates	1,654	1,169	603	3,426
At January 2, 2016	\$ (19,340)	\$ (27,321)	\$ (7,597)	\$ (54,258)
Carrying amounts				
At January 3, 2015	\$ 63,982	\$ 39,331	\$ 10,918	\$ 114,231
At January 2, 2016	\$ 62,004	\$ 42,603	\$ 11,272	\$ 115,879

1 The carrying value of equipment held under finance leases at January 2, 2016 was \$5.1 million (2014: \$5.6 million) and additions during the year include \$0.4 million (2014: \$0.8 million).

In early 2015, the Company ceased production at its leased manufacturing facility in Malden, Massachusetts, to reduce excess capacity across its manufacturing facilities in the U.S. For the fifty-three weeks ended January 3, 2015, the Company recorded a pre-tax impairment loss of \$0.9 million representing the write-down of certain equipment. The impairment loss was recognized in the consolidated statement of income in the line item "Impairment of property, plant and equipment." The fair value for the Malden plant's equipment was determined through future cash flow analysis and the impairment loss was allocated to the U.S. reportable operating segment.

Note 7. Inventories

Total inventories at the lower of cost and net realizable value on the statement of financial position comprise the following:

(Amounts in \$000s)	January 2, 2016	January 3, 2015
Finished goods	\$ 167,570	\$ 163,184
Raw and semi-finished material	94,201	98,803
	\$ 261,771	\$ 261,987

During 2015, \$799.8 million (2014: \$831.2 million) was recognized as an expense for inventories in cost of sales on the consolidated statement of income. Of this, \$4.9 million (2014: \$3.6 million) was written-down during the year and included a reversal for unused impairment reserves of \$0.8 million (2014: \$1.2 million). As of January 2, 2016, the value of inventory subject to a reserve was \$13.9 million (January 3, 2015: \$20.7 million).