

# NOTE 14 FINANCIAL INSTRUMENTS BY CATEGORY

	Level	Lendings and receivables	Assets at fair value through profit or loss	Derivatives used for hedging	Available-for-sale financial assets	Total
As at 31 December 2015						
Available-for-sale financial assets	2/ 3				1 426	1 426
Loan to associated companies		167				167
Accounts receivable		581 904				581 904
Other receivables		184 251				184 251
Derivatives	2	0				0
Cash and cash equivalents		392 020				392 020
<b>Total</b>		<b>1 158 342</b>	<b>0</b>	<b>0</b>	<b>1 426</b>	<b>1 159 768</b>

	Level		Liabilities at fair value through profit or loss	Derivatives used for hedging	Other financial liabilities	Total
Borrowings					1 632 104	1 632 104
Finance lease liabilities					333 976	333 976
Factoring debt					338 231	338 231
Export loan					10 458	10 458
Pension obligations and cash-settled options			10 137			10 137
Derivatives	2			27 104		27 104
Accounts payable			653 083			653 083
<b>Total</b>		<b>0</b>	<b>663 220</b>	<b>27 104</b>	<b>2 314 769</b>	<b>3 005 093</b>

	Level	Lendings and receivables	Assets at fair value through profit or loss	Derivatives used for hedging	Available-for-sale financial assets	Total
As at 31 December 2014						
Available-for-sale financial assets	2/ 3	0			1 518	1 518
Loan to associated companies		67				67
Accounts receivable		504 110				504 110
Other receivables		93 371				93 371
Derivatives	2	0		0		0
Cash and cash equivalents		181 498				181 498
<b>Total</b>		<b>779 046</b>	<b>0</b>	<b>0</b>	<b>1 518</b>	<b>780 564</b>

	Level		Liabilities at fair value through profit or loss	Derivatives used for hedging	Other financial liabilities	Total
Borrowings					1 470 402	1 470 402
Finance lease liabilities					289 661	289 661
Factoring debt					195 560	195 560
Export loan					9 257	9 257
Pension obligations and cash-settled options			3 461			3 461
Derivatives	2			27 932		27 932
Accounts payable			360 358			360 358
<b>Total</b>		<b>0</b>	<b>363 819</b>	<b>27 932</b>	<b>1 964 880</b>	<b>2 356 631</b>

As stated in note 3, hedge accounting of derivatives (forward exchange contracts and interest rate swaps) is not applied. The purpose of these derivatives is to reduce the Group's exposure to changes in floating interest rates and exchange rates. The derivatives are recognised at fair value on 31.12, and the value change is recognised through profit or loss. See note 3 for further details. See note 15 for further details on available-for-sale financial assets.

#### FAIR VALUE ASSESSMENT

The table above shows the fair value of financial instruments according to the valuation method used. The different levels are defined as follows:

Level 1 - Fair value based on the quoted price in an active market for an identical asset or liability.

Level 2 - Fair value based on other observable factors than the quoted price (used in level 1) and either directly (price) or indirectly (derived from prices) for the asset/liability.

Level 3 - Fair value based on factors not taken from observable markets (non-observable assumptions).

#### CREDITWORTHINESS OF FINANCIAL ASSETS

The credit risk attached to financial instruments that have not matured or which have not been written down is shown by the internal classification of historical information on breaches of credit conditions. Further information about credit risk is provided in note 3.

	2015	2014
<b>ACCOUNTS RECEIVABLE</b>		
Counterparties with no external credit assessment		
Group 1 *)	22 770	203 884
Group 2	445 074	221 172
Group 3	114 060	79 053
<b>Total accounts receivable that have not been written down</b>	<b>581 904</b>	<b>504 110</b>
<b>BANK DEPOSITS</b>		
AAA	0	0
AA	392 020	181 498
A	0	0
<b>Total bank deposits</b>	<b>392 020</b>	<b>181 498</b>
<b>LOANS TO RELATED PARTIES</b>		
Group 1	0	0
Group 2	167	67
Group 3	0	0
<b>Total loans to related parties</b>	<b>167</b>	<b>67</b>

Group 1 - new customers/related parties (less than 6 months).

Group 2 - existing customers/related parties (more than 6 months) with no history of having breached credit conditions.

Group 3 - existing customers/related parties (more than 6 months) with a history of one or more breaches of credit conditions. All amounts due have been paid in full after the breaches.