

## 19. Bank and other loans

Bank and other loans decreased by € 33.5 million over 31 December 2012 to € 340.3 million at year end, as summarised below:

(Values in €/000)	<b>31 December 2013</b>	<b>31 December 2012</b>	<b>Change</b>
Non-current portion	115,112	138,549	(23,437)
Current portion	225,169	235,211	(10,042)

# Consolidated financial statements at 31 December 2013

The overall financial indebtedness of the Impregilo Group is broken down by loan type in the following table:

(Values in €/000)	31 December 2013			31 December 2012		
	Non-current	Current	Total	Non-current	Current	Total
Bank corporate loans	74,101	9,197	83,298	75,000	21,158	96,158
Bank project financing	9,828	66,069	75,897	14,734	111,678	126,412
Bank concession financing	9,312	20,210	29,522	9,728	177	9,905
Financing and loans of companies in liquidation	1,706	–	1,706	1,706	149	1,855
Other financing	–	16,276	16,276	3,466	7,946	11,412
<b>Total bank and other loans</b>	<b>94,947</b>	<b>111,752</b>	<b>206,699</b>	<b>104,634</b>	<b>141,108</b>	<b>245,742</b>
Current account facilities		93,839	93,839		83,935	83,935
Factoring payables for receivables factored with recourse	20,165	19,578	39,743	33,915	10,168	44,083
<b>Total</b>	<b>115,112</b>	<b>225,169</b>	<b>340,281</b>	<b>138,549</b>	<b>235,211</b>	<b>373,760</b>

## Bank corporate loans

Bank corporate loans as at 31 December 2013 amount to € 83.3 million (€ 91.6 million) and relate to the parent Impregilo. As at 31 December 2012, this item included loans of the subsidiary Fisia Italimpianti of € 4.6 million.

These loans have been granted by major banks and have repayment plans which provide for payment of the last instalments in 2016. The interest rates have floating spreads depending on the loan term and conditions.

The decision to apply the Euribor (1, 2, 3 or 6 months) has been contractually provided for to the benefit of Impregilo.

The main conditions of the corporate loans in place at 31 December 2013 are as follows:

	Company	Interest rate	Expiry date	Note
Royal Bank of Scotland	Impregilo	Euribor	2014	
Pool of Banks (agent bank Banca IMI)	Impregilo	Euribor	2016	(1)

The interest rates shown in the table have floating spreads depending on the term and conditions of the financing.

(1) The loan is backed by covenants that establish the requirement for the borrower to maintain certain financial and equity ratios, whose measurement will start from the interim report at 30 June 2014.

The fair value of the bank corporate loans, measured as set out in the “Accounting policies” section, is € 80.2 million.

## Bank project financing

Project financing amounts to € 75.9 million as at 31 December 2013 and relate to projects in Colombia (€ 60.3 million), the Panama Canal widening project (€ 11.1 million) and the Venezuelan branch (€ 4.5 million). The change mainly relates to the reduction recorded in the following projects: the Salerno-Reggio Calabria motorway, the Angostura hydroelectric project in Chile and the United Arab Emirates, and the Panama Canal widening project for a total of € 36.2 million. This change was

partially offset by the normal variation in the financing for the other contract in Colombia and Venezuela.

The conditions of the financing are as follows:

	Company	Country	Interest rate	Expiry date
Banco de Bogotá	ICT II	Colombia	DTF	n.a.
Banco de Bogotá	Igl OHL	Colombia	DTF	n.a.
HSBC Bank	Grupo Unido por el Canal	Panama	Libor	(1)
Banesco	Grupo Unido por el Canal	Panama	Libor	(1)
Helm Bank	Colombia Branch	Colombia	Fixed rate	2015
Other	Venezuelan branch	Venezuela	Fixed rate	2015

The interest rates shown in the table have floating spreads depending on the term and conditions of the financing.

(1) Project financing agreements have contractual maturities in line with the performance of the relevant contract.

The fair value of the project financing, measured as set out in the "Accounting policies" section, is € 75.8 million.

## Concession financing

(Values in €/000)	Company	Currency	Country	31 December 2013			31 December 2012		
				Total concession financing	Current	Non-current	Total concession financing	Current	Non-current
Royal Bank of Scotland	Impregilo Parking Glasgow	Sterling	UK	9,522	210	9,312	9,905	177	9,728
UniCredit	S.A.BRO.M	Euro	Italy	20,000	20,000	-	-	-	-
<b>Total</b>				<b>29,522</b>	<b>20,210</b>	<b>9,312</b>	<b>9,905</b>	<b>177</b>	<b>9,728</b>

At 31 December 2013, concession financing amounted to € 29.5 million and related to the Parking Glasgow concession and the new Broni-Mortara motorway concession, which is not yet operational.

The increase for the year relates to the loan, granted by a leading bank, for the construction of the Broni-Mortara motorway, for which Impregilo will also have the concession.

This outstanding financing from Royal Bank of Scotland is included in the project financing category and is secured by the revenue flows arising

from the activities carried out under the related concessions. An interest rate hedge has been agreed for this financing (see note 22). The financing agreement includes a number of covenants, commonly used in project financing, all of which the operator had complied with at the reporting date. The above financing will be repaid in line with the expected performance of the relevant contract, based on the following time bands and at the reference rate (Libor), which provides for a floating spread depending on the financing terms and conditions:

(Values in €/000)	Company	Country	Total non-current portion	Due after 13 months but within 24 months	Due after 25 months but within 60 months	Due after 60 months
Royal Bank of Scotland	Impregilo Parking Glasgow	UK	9,312	262	1,124	7,926
<b>Total</b>			<b>9,312</b>	<b>262</b>	<b>1,124</b>	<b>7,926</b>

# Consolidated financial statements at 31 December 2013

The fair value of the concession financing, measured as set out in the “Accounting policies” section, is € 27.8 million.

## Financing and loans of companies in liquidation

This category includes the financing and loans obtained by companies in liquidation. The related repayment plans are linked to the liquidation procedures of the companies to which the financing and loans refer.

## Other financing

(Values in €/000)	Company	Country	31 December 2013			31 December 2012		
			Total financing and loans	Current	Non-current	Total financing and loans	Current	Non-current
Meliorfactor	Fisia Italmimpianti	Italy	-	-	-	517	517	-
Meliorfactor	Consorzio Torre	Italy	-	-	-	2,794	2,794	-
Mediofactoring	Salerno-Reggio Calabria	Italy	6,595	6,595	-	-	-	-
CAT Finance	GUPC	Panama	9,681	9,681	-	8,101	4,635	3,466
<b>Total</b>			<b>16,276</b>	<b>16,276</b>	<b>-</b>	<b>11,412</b>	<b>7,946</b>	<b>3,466</b>

Their conditions may be summarised as follows:

	Company	Country	Interest rate	Expiry date
Mediofactoring	Salerno-Reggio Calabria	Italy	3M Euribor	2014
CAT Finance	GUPC	Panama	3M Libor	2014

The interest rates shown in the table have floating spreads depending on the term and conditions of the financing.

The fair value of the financing, measured as set out in the “Accounting policies” section, is substantially in line with their carrying amount.

## Current account facilities

Current account facilities increased by € 9.9 million to € 93.8 million compared to the previous year. This item includes € 85.2 million of credit facilities used by the

Venezuelan branch and € 6.0 million of credit facilities used by the Grupo Unidos por el Canal.

## Factoring payables

(Values in €/000)	31 December 2013	31 December 2012	Change
Impregilo S.p.A.	(30,343)	(32,708)	2,365
Salerno-Reggio Calabria		(11,375)	11,375
Pedelombarda	(9,400)	-	(9,400)
<b>Total</b>	<b>(39,743)</b>	<b>(44,083)</b>	<b>4,340</b>

Factoring payables include tax assets factored by Impregilo S.p.A. (€ 30.3 million, including VAT assets of € 21.5 million).

They also include current financial assets, of € 9.4 million, given as guarantee for the pre-financing of Pedelombarda contract.

The Group's net financial position is shown in the following table:

### Net financial position of Impregilo Group

(Values in €/000)	Note (*)	31 December 2013	31 December 2012	Change
Non-current financial assets	6	10,868	4,960	5,908
Current financial assets	13	590	10,590	(10,000)
Cash and cash equivalents	16	813,290	1,243,086	(429,796)
<b>Total cash and cash equivalents and other financial assets</b>		<b>824,748</b>	<b>1,258,636</b>	<b>(433,888)</b>
Non-current bank loans	19	(94,947)	(104,634)	9,687
Bonds	20	(149,212)	(148,840)	(372)
Finance lease payables	21	(13,319)	(40,028)	26,709
<b>Total non-current indebtedness</b>		<b>(257,478)</b>	<b>(293,502)</b>	<b>36,024</b>
Current portion of bank loans and current account facilities	19	(205,590)	(225,043)	19,453
Current portion of bonds	20	(952)	(113,689)	112,737
Current portion of finance lease payables	21	(24,804)	(22,785)	(2,019)
<b>Total current indebtedness</b>		<b>(231,346)</b>	<b>(361,517)</b>	<b>130,171</b>
Derivative assets	13	1,016	1,091	(75)
Derivative liabilities	22	(4,350)	(5,265)	915
Other non-current financial assets	6	48,123	50,707	(2,584)
Other current financial assets	13	80,482	7,313	73,169
Current portion of factoring payables	19	(19,579)	(10,168)	(9,411)
Non-current portion of factoring payables	19	(20,165)	(33,915)	13,750
<b>Total other items in net financial position (indebtedness)</b>		<b>85,527</b>	<b>9,763</b>	<b>75,764</b>
<b>Net financial position (indebtedness) - continuing operations</b>		<b>421,451</b>	<b>613,380</b>	<b>(191,929)</b>
<b>Net financial position (indebtedness) including discontinued operations</b>		<b>421,451</b>	<b>613,380</b>	<b>(191,929)</b>

(\*) The note numbers refer to the notes to the consolidated financial statements where the items are analysed in detail.