
Fortum's Annual Report 2014

Fortum is an energy company highly committed to sustainability. We strive to respond to the needs of our customers by generating, selling and distributing low-carbon electricity and heat and by offering energy-sector expert services.

28 Interest-bearing liabilities

EUR million	2014	2013
Bonds	4,088	4,736
Loans from financial institutions	576	752
Other long-term interest-bearing debt	1,216	1,464
Total long-term interest-bearing debt	5,881	6,952
Current portion of long-term bonds	660	1,103
Current portion of loans from financial institutions	146	102
Current portion of other long-term interest-bearing debt	10	30
Commercial papers	0	718
Other short-term interest-bearing debt	287	154
Total short-term interest bearing debt	1,103	2,106
Total interest-bearing debt	6,983	9,058
Interest-bearing liabilities moved to assets held for sale	0	-20
Total	6,983	9,038

Interest-bearing debt ¹⁾

EUR million	Effective interest rate, %	Carrying amount 2014	Repricing			Fair value 2014	Carrying amount 2013	Fair value 2013
			Under 1 year	1-5 years	Over 5 years			
Bonds	3.3	4,748	1,192	1,858	1,698	5,093	5,839	6,232
Loans from financial institutions	2.8	722	462	70	190	777	854	912
Other long-term interest-bearing debt ²⁾	1.3	1,226	1,226	-	-	1,296	1,494	1,515
Total long-term interest-bearing debt ³⁾	2.9	6,696	2,880	1,928	1,888	7,166	8,187	8,659
Commercial papers	-	-	-	-	-	-	718	719
Other short-term interest-bearing debt	0.0	287	287	-	-	287	154	154
Total short-term interest-bearing debt	0.0	287	287	0	0	287	871	873
Total interest-bearing debt ⁴⁾	2.8	6,983	3,167	1,928	1,888	7,453	9,058	9,532

1) Including interest-bearing liabilities, EUR 0 million, in Liabilities related to assets held for sale at 31 December 2014 (2013: 20).

2) Includes loans from State Nuclear Waste Management Fund and Teollisuuden Voima Oyj EUR 1,040 million (2013: 995), loans from Finnish pension institutions EUR 78 million (2013: 198) and other loans EUR 108 million (2013: 301).

3) Including current portion of long-term debt.

4) The average interest rate on loans and derivatives on 31 December 2014 was 3.7% (2013: 3.6%).

The interest-bearing debt decreased in 2014 by EUR 2,075 million to EUR 6,983 million (2013: 9,058). The amount of short-term financing decreased with EUR 584 million, and at the end of the year the amount of short-term financing was EUR 287 million (2013: 871).

In March Fortum increased the amount of re-borrowing from the Finnish nuclear waste fund and Teollisuuden Voima by EUR 45 million to EUR 1,040 million. During the first quarter Fortum repaid a maturing EUR 750 million bond. In the second quarter Fortum repaid two bonds equivalent to EUR 350 million (SEK 2,600 million and NOK 500 million) and EUR 95 million of pension loans. In the third quarter OAO Fortum repaid bilateral debt RUB 2 billion (EUR 41 million). Fortum Värme Holding prepaid SEK 1,7 billion (EUR 182 million) to Fortum Oyj who prepaid the same amount to the City of Stockholm. Both loans were

originally due in December 2015.

For more information please see

[Note 3 Financial risk management.](#)

[Note 35 Pledged assets](#)

and [Note 38 Contingent liabilities.](#)

28.1 Bond issues

Issued/Maturity	Interest basis	Interest rate, %	Effective interest, %	Currency	Nominal million	Carrying amount EUR million
Fortum Oyj EUR 8,000 million EMTN Programme ¹⁾						
2006/2016	Fixed	4.500	4.615	EUR	750	749
2009/2017	Fixed	6.125	6.240	NOK	500	55
2009/2019	Fixed	6.000	6.095	EUR	750	746
2010/2015	Floating	Stibor 3M+0.95		SEK	3,100	330
2010/2015	Fixed	3.125	3.235	SEK	3,100	330
2011/2021	Fixed	4.000	4.123	EUR	500	528
2012/2017	Floating	Stibor 3M+1.2		SEK	1,000	106
2012/2017	Fixed	3.250	3.260	SEK	1,750	186
2012/2022	Fixed	2.250	2.344	EUR	1,000	1,074
2013/2018	Fixed	2.750	2.855	SEK	1,150	122
2013/2018	Floating	Stibor 3M+1.0		SEK	3,000	319
2013/2023	Floating	Stibor 3M+1.13		SEK	1,000	106
2013/2043	Fixed	3.500	3.719	EUR	100	96
Total outstanding carrying amount 31 December 2014						4,748

1) EMTN = Euro Medium Term Note