

Financial liabilities

17 Liabilities at fair value through profit or loss

Financial liabilities at fair value through profit or loss

(€ million)	Financial liabilities held for trading		Financial liabilities designated as at fair value through profit or loss		Total	
	31/12/2016	31/12/2015	31/12/2016	31/12/2015	31/12/2016	31/12/2015
Financial liabilities related to investment contracts issued by insurance companies	0	0	17,491	16,921	17,491	16,921
where the investment risk is borne by the policyholders	0	0	16,220	15,673	16,220	15,673
pension funds	0	0	1,184	1,121	1,184	1,121
other financial liabilities related to investment contracts	0	0	87	127	87	127
Derivatives	1,246	2,566	0	0	1,246	2,566
Hedging derivatives	0	0	713	568	713	568
Other financial liabilities at FV	0	0	33	28	33	28
Total	1,246	2,566	18,238	17,517	19,484	20,082

18 Other financial liabilities

Other financial liabilities

(€ million)	31/12/2016	31/12/2015
Subordinated liabilities	9,126	9,643
Loans and bonds	11,533	11,228
Deposits received from reinsurers	577	558
Bonds	3,273	3,312
Other loans	2,240	2,288
Financial liabilities related to investment contracts issued by insurance companies	5,443	5,070
Liabilities to banks or customers	11,272	8,951
Liabilities to banks	506	142
Liabilities to customers	10,766	8,809
Total	31,932	29,821

The increase of total of 'Other financial liabilities' was attributable to liabilities to banks and customers in the context of the banking activity of the Group.

The main Group's financial liabilities at amortized cost are represented by senior bonds and subordinated liabilities.

The following tables sort Senior and Subordinated liabilities into categories based on maturity, or first call date, when applicable. For each category of maturity, the undiscounted cash flows (including the related hedging derivatives), the book value and the fair value of financial liabilities are reported

Subordinated liabilities - undiscounted cash flows

(€ million)	31/12/2016			31/12/2015		
	Undiscounted cash flow	Book value	Fair value	Undiscounted cash flow	Book value	Fair value
Up to 1 year	1,463	711	711	1,864	1,208	1,221
between 1 and 5 years	3,038	1,027	1,134	3,881	1,735	1,890
between 5 and 10 years	7,163	5,306	5,822	5,726	4,000	4,499
more than 10 years	2,254	2,081	2,164	2,968	2,701	2,855
Total subordinated liabilities	13,918	9,126	9,831	14,439	9,643	10,465

The following main subordinated issuances are included as part of the subordinated liabilities category:

Main subordinated issues

	Coupon	Outstanding (*)	Currency	Amortised cost (**)	Issue date	Call date	Maturity
Generali Finance B.V.	5.32%	752	EUR	-	16/06/2006	repaid(***)	Perp
Generali Finance B.V.	6.21%	345	GBP	-	16/06/2006	repaid(***)	Perp
Assicurazioni Generali	6.27%	350	GBP	407	16/06/2006	16/06/2026	Perp
Generali Finance B.V.	5.48%	869	EUR	711	08/02/2007	08/02/2017	Perp
Assicurazioni Generali	6.42%	495	GBP	576	08/02/2007	08/02/2022	Perp
Assicurazioni Generali	10.13%	750	EUR	748	10/07/2012	10/07/2022	10/07/2042
Assicurazioni Generali	7.75%	1,250	EUR	1,246	12/12/2012	12/12/2022	12/12/2042
Assicurazioni Generali	4.13%	1,000	EUR	989	02/04/2014	na	04/05/2026
Generali Finance B.V.	4.60%	1,500	EUR	1,340	21/11/2014	21/11/2025	Perp
Assicurazioni Generali	5.50%	1,250	EUR	1,242	27/10/2015	27/10/2027	27/10/2047
Assicurazioni Generali	5.00%	850	EUR	840	08/06/2016	08/06/2028	08/06/2048

(*) in currency million.

(**) in € million.

(***) on 16/06/2016.

Unquoted subordinated liabilities issued by Assicurazioni Generali S.p.A. and other subsidiaries are also classified in this category. The unquoted private placements issued by Assicurazioni Generali S.p.A. increase up to a nominal amount of € 1,000 million are accounted for at a corresponding amortized cost of € 999 million. The remaining subordinated liabilities are mainly issued by Austrian subsidiaries for approximately € 29 million.

On 16 June 2016 two subordinated notes has been re-

imbursed by the subsidiary Generali Finance for a total amount of € 1,167 million (carrying amount)

In June 2016 subordinated bond was issued in June 2016 for a total amount of € 850 million the proceeds from which were used to refinance a subordinated bond issued by the Group with a call date in February 2017.

The fair value of subordinated liabilities amounts to € 9,831 million.

Senior bonds - undiscounted cash flows

(€ million)	31/12/2016			31/12/2015		
	Undiscounted cash flow	Book value	Fair value	Undiscounted cash flow	Book value	Fair value
Up to 1 year	224	48	48	209	0	0
between 1 and 5 years	1,931	1,500	1,606	2,065	1,587	1,704
between 5 and 10 years	2,019	1,724	2,238	2,109	1,724	2,212
more than 10 years	0	0	0	0	0	0
Total bond issued	4,174	3,273	3,892	4,382	3,312	3,916

The category of bonds includes several senior issues shown below:

Main senior bonds issues

Emittente	Coupon	Outstanding (*)	Currency	Amortised cost (**)	Issue date	Maturity
Assicurazioni Generali	5.13%	1,750	EUR	1,724	16/09/2009	16/09/2024
Assicurazioni Generali	2.88%	1,250	EUR	1,245	14/01/2014	14/01/2020

(*) in currency million.

(**) in € million.

The category of 'bonds issued' includes both the issues described in the table 'Main senior bonds issues' and the following bonds:

- Other senior bonds, of which mainly those issued by Ceska Pojistovna for a nominal amount of CZK 500 million corresponding to an amortized cost of approximately € 48 million;
- A senior bond issued in May 2010, for a nominal amount of € 560 million (at 31 December 2015 the remaining amount was about € 255 million), to fund

the tax recognition of goodwill related to the unusual transaction Alleanza Toro. This issue was classified as operating debt because the debt structure provides a perfect correlation between cash flows arising from their recognition of taxes and loan repayments both in terms of interest and of capital.

The fair value of bonds issued amounted to € 3,892 million.