

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	
	31/12/2015	31/12/2014	31/12/2015	31/12/2014	31/12/2015	31/12/2014
Financial liabilities related to investment contracts issued by insurance companies	0	0	16,921	15,964	16,921	15,964
where the investment risk is borne by the policyholders	0	0	15,673	14,361	15,673	14,361
pension funds	0	0	1,121	1,526	1,121	1,526
other financial liabilities related to investment contracts	0	0	127	78	127	78
Derivatives	2,566	1,709	0	0	2,566	1,709
Hedging derivatives	0	0	568	675	568	675
Other financial liabilities at FV	0	0	28	25	28	25
Total	2,566	1,709	17,517	16,665	20,082	18,374

18 Other financial liabilities

Other financial liabilities

(€ million)	31/12/2015	31/12/2014
Subordinated liabilities	9,643	8,315
Loans and bonds	11,228	13,155
Deposits received from reinsurers	558	805
Bonds	3,312	3,860
Other loans	2,288	3,679
Financial liabilities related to investment contracts issued by insurance companies	5,070	4,811
Liabilities to banks or customers	8,951	8,950
Liabilities to banks	142	946
Liabilities to customers	8,809	8,003
Total	29,821	30,420

The decrease of total of 'Other financial liabilities' was mainly attributable to the item 'other loans'. The decrease was the result of the put option on Generali PPF Holding, outstanding at 31 December 2014. This liability had been recognized in relation to the obligation to purchase the residual share held by PPF and had been closed at the acquisition of the remaining shares of Generali PPF holding from Generali Group in January 2015.

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)	31/12/2015			31/12/2014		
	Undiscounted cash flow	Book value	Fair value	Undiscounted cash flow	Book value	Fair value
Up to 1 year	1,864	1,208	1,221	552	0	0
between 1 and 5 years	3,881	1,735	1,890	5,026	2,915	3,136
between 5 and 10 years	5,726	4,000	4,499	4,102	2,625	3,274
more than 10 years	2,968	2,701	2,855	3,222	2,775	2,903
Total subordinated liabilities	14,439	9,643	10,465	12,902	8,315	9,313

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	740	16/06/2006	16/06/2016	Perp
Generali Finance B.V.	6.21%	345	GBP	467	16/06/2006	16/06/2016	Perp
Assicurazioni Generali	6.27%	350	GBP	472	16/06/2006	16/06/2026	Perp
Generali Finance B.V.	5.48%	869	EUR	710	08/02/2007	08/02/2017	Perp
Assicurazioni Generali	6.42%	495	GBP	667	08/02/2007	08/02/2022	Perp
Assicurazioni Generali	10.13%	750	EUR	747	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	988	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	1,241	27/10/2015	27/10/2027	27/10/2047

(*) in currency million.

(**) in € million.

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 € 997 million. The remaining subordinated liabilities are mainly issued by Austrian subsidiaries for approximately € 28 million.

In October 2015 a subordinated liability was issued, which amounted to € 1,250 million with the aim of re-financing some subordinated liabilities issued by the Group with the first callable option fixed in June 2016.

The fair value of subordinated liabilities amounts to € 10,465 million.

Senior bonds - undiscounted cash flows

(€ million)	31/12/2015			31/12/2014		
	Undiscounted cash flow	Book value	Fair value	Undiscounted cash flow	Book value	Fair value
Up to 1 year	209	0	0	728	500	506
between 1 and 5 years	2,065	1,587	1,704	817	11	13
between 5 and 10 years	2,109	1,724	2,212	3,552	3,347	4,039
more than 10 years	0	0	0	0	0	0
Total bond issued	4,382	3,312	3,916	5,097	3,859	4,558

The category of bonds includes several senior issues shown below:

Main senior bonds issues

Issuer	Coupon	Outstanding (*)	Currency	Amortised cost(**)	Issue date	Maturity
Assicurazioni Generali	5.13%	1,750	EUR	1,722	16/09/2009	16/09/2024
Assicurazioni Generali	2.88%	1,250	EUR	1,242	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 € 24.6 million;
- A senior bond issued in May 2010, for a nominal amount of € 560 million (at 31 December 2015 the remaining amount was about € 319 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.

In May 2015 the Group repayed a senior bond for an amount of € 500 million. The fair value of bonds issued amounted to € 3,916 million.