

Non-recourse borrowings

- Cardiff Interchange Limited's credit facility was secured on the assets of Cardiff Interchange Limited and Legal & General Capital Investments Limited's (LGCIL) shares in, and intercompany debt owed by, Cardiff Interchange Limited.
- CALA Group (Holdings) Limited's revolving credit facility is secured by way of a bond and floating charge, and guarantees and fixed charges granted by CALA Group Limited and its main subsidiaries (CALA 1999 Limited, CALA Limited, and CALA Management Limited). A number of other bonds and floating charges, fixed securities, debentures and share pledges over land and assets have been granted by certain subsidiaries of CALA Group Limited in favour of the lenders.
- The Class B Surplus Notes have been issued by a US subsidiary of the Group as part of a coinsurance structure for the purpose of US statutory regulations. The notes were issued in exchange for bonds of the same value from an unrelated party, included within financial investments on the Group's Consolidated Balance Sheet.
- The revolving credit facilities to Affordable Homes is subject to agreed covenants, the breach of which could result in a charge on the land and work in progress of Legal & General Affordable Homes (Development 2) Limited and Legal & General Affordable Homes (Development 3) Limited.
- Legal & General Homes Modular Limited's revolving credit facility is secured by way of fixed charges over development properties owned by the Company and a fixed charge over the shares in the Company.
- Suburban Build to Rent revolving credit facility is secured by way of fixed charges over development properties owned by the Company and a fixed charge over the shares in the Company.

The carrying value of operational borrowings approximates their fair value. The presented fair values reflect observable market information and have been classified as Level 2 in the fair value hierarchy with the exception of the Affordable Homes revolving credit facility which has been classified as Level 3.

(iii) Analysis by maturity

		Maturity profile of undiscounted cash flows					
	Carrying amount £m	Within 1 year £m	1-5 years £m	5-15 years £m	15-25 years £m	Over 25 years £m	Total £m
As at 31 December 2023							
Subordinated borrowings							
5.5% Sterling subordinated notes 2064 (Tier 2)	590	–	–	–	–	(600)	(600)
5.375% Sterling subordinated notes 2045 (Tier 2)	605	(6)	–	–	(600)	–	(606)
5.25% US Dollar subordinated notes 2047 (Tier 2)	676	(10)	–	–	(668)	–	(678)
5.55% US Dollar subordinated notes 2052 (Tier 2)	396	(4)	–	–	–	(393)	(397)
5.125% Sterling subordinated notes 2048 (Tier 2)	401	(3)	–	–	(400)	–	(403)
3.75% Sterling subordinated notes 2049 (Tier 2)	599	(2)	–	–	–	(600)	(602)
4.5% Sterling subordinated notes 2050 (Tier 2)	501	(4)	–	–	–	(500)	(504)
Client fund holdings of Group debt (Tier 2)	(80)	–	–	–	–	–	–
Senior borrowings							
Sterling medium term notes 2031-2041	609	(11)	–	(590)	(10)	–	(611)
Client fund holdings of Group debt	(17)	–	–	–	–	–	–
Total core borrowings	4,280	(40)	–	(590)	(1,678)	(2,093)	(4,401)
Short-term operational borrowings							
Euro Commercial Paper	49	(49)	–	–	–	–	(49)
Bank loans and overdrafts	12	(12)	–	–	–	–	(12)
Non-recourse borrowings							
Cardiff Interchange Limited	–	–	–	–	–	–	–
CALA revolving credit facility	149	–	(149)	–	–	–	(149)
Class B Surplus Notes	1,176	(4)	–	(543)	(631)	–	(1,178)
Affordable Homes revolving credit facility	41	(41)	–	–	–	–	(41)
Homes Modular revolving credit facility	11	–	(11)	–	–	–	(11)
Suburban Build to Rent revolving credit facility	19	–	(19)	–	–	–	(19)
Total operational borrowings	1,457	(106)	(179)	(543)	(631)	–	(1,459)
Total borrowings excluding unit linked borrowings ¹	5,737	(146)	(179)	(1,133)	(2,309)	(2,093)	(5,860)
Contractual undiscounted interest payments		(316)	(1,276)	(2,786)	(1,913)	(655)	(6,946)
Total contractual undiscounted cash flows		(462)	(1,455)	(3,919)	(4,222)	(2,748)	(12,806)

1. Unit linked borrowings are excluded from the analysis above as the risk is retained by policyholders.