

Notes to the financial statements

for the financial year ended 31 March 2014

continued

	Consolidated 2014 \$m	Consolidated 2013 \$m	Company 2014 \$m	Company 2013 \$m
Note 34				
Contingent liabilities and commitments				
The following contingent liabilities and commitments exclude derivatives.				
Contingent liabilities exist in respect of:				
Letters of credit	468	271	–	–
Guarantees	375	310	3,413	3,057
Performance related contingents	342	228	–	–
Indemnities	161	18	–	–
Total contingent liabilities⁽¹⁾	1,346	827	3,413	3,057
Commitments exist in respect of:				
Undrawn credit facilities	4,792	3,748	–	–
Forward asset purchases	455	368	–	–
Total commitments⁽²⁾	5,247	4,116	–	–
Total contingent liabilities and commitments	6,593	4,943	3,413	3,057

⁽¹⁾ Contingent liabilities exist in respect of actual and potential claims and proceedings that arise in the conduct of the Consolidated Entity's business. A provision is recognised where some loss is probable and can be reliably estimated. The Consolidated Entity is currently not engaged in any litigation or claim which is likely to have a material adverse effect on the Consolidated Entity's business, financial condition or performance.

⁽²⁾ Total commitments also represent contingent assets. Such commitments to provide credit may convert to loans and other assets in the ordinary course of business.

Note 35

Lease commitments

Non-cancellable operating leases expiring:

Not later than one year	170	166	–	–
Later than one year and not later than five years	482	482	–	–
Later than five years	382	430	–	–
Total operating lease commitments	1,034	1,078	–	–

Operating leases relate to commercial buildings. The future lease commitments disclosed are net of any rental incentives received.