34 Additional financial instrument disclosures

Financial arrangements

At 30 June 2002 the consolidated entity had bank bill facilities of $225 million (2001: $480.5 million), of which $nil was used (2001: $470.3 million used).

In addition, at 30 June 2002 the consolidated entity had a $750.0 million (2001: $750.0 million) medium term note facility, of which $450.0 million has been issued (2001: $300.0 million).

Interest rate risk

The consolidated entity enters into interest rate swaps to manage cash flow risks associated with the interest rates on borrowings that are floating.

Interest rate swaps

Interest rate swaps allow the consolidated entity to swap floating rate borrowings into fixed rates. Maturities of swap contracts are principally between two and four years. Each contract involves quarterly payment or receipt of the net amount of interest.

Interest rate risk exposures

The consolidated entity's exposure to interest rate risk and the effective weighted average interest rate for classes of financial assets and financial liabilities is set out below:

	Notes	Weighted average interest rate %	Floating interest rate $'000	Fixed interest maturing in: One year Or less $'000	One to five years $'000	More than five years $'000	Non-interest bearing $'000	Total $'000
2002								
Financial assets								
Cash	8	4.60%	34,567	-	-	-	-	34,567
Receivables	9	7.35%	35,949	54	-	-	14,892	50,895
			70,516	54	-	-	14,892	85,462
Financial liabilities								
Payables	18		-	-	-	-	93,377	93,377
Interest-bearing liabilities	19	5.94%	-	-	448,171	-	-	448,171
Other liabilities	21	4.25%	296	-	-	-	1,817	2,113
			296	-	448,171	-	95,194	543,661
Interest rate swaps (notional principal)								
- undrawn bank facilities			(120,000)	-	120,000	-	-	-
- medium term notes			150,000	-	(150,000)	-	-	-

Weighted average interest rates include fees, margins and the effect of interest rate swaps.