Note 29 – Borrowings (non-current)

	2011 $m	2010 $m
At amortised cost		
USD senior notes – unsecured	**274.4**	–
Bank loans – unsecured	**–**	886.7
Finance lease liabilities – secured (Note 38)	**11.9**	10.6
Other loans – unsecured	**–**	3.5
Deferred borrowing costs	**(1.8)**	–
	284.5	900.8

Significant terms and conditions

In September 2010, the consolidated entity issued US$300.0 million of fixed rate unsecured senior notes in the US private placement market, comprising two tranches of 12 year and 15 year maturities for US$165.0 million and US$135.0 million, respectively. To manage the foreign exchange risk arising from the future principal and interest payments required on the US$300.0 million, the notes were converted back to A$337.8 million through cross currency interest rate swaps. The weighted average interest rate at the end of the reporting period was 7.67%.

Finance lease liabilities are secured over the assets leased.

Note 30 – Provisions (non-current)

	2011 $m	2010 $m
Employee benefits	**7.4**	5.9
Environmental restoration	**49.6**	39.2
Onerous contracts	**104.6**	117.3
Other	**–**	0.1
	161.6	162.5

Movements in each class of provision, except employee benefits are set out below:

	Environmental restoration $m	Restructuring $m	Onerous contracts $m	Other $m	Total $m
Year ended 30 June 2011					
Balance at beginning of financial year	**39.2**	**–**	**138.2**	**2.5**	**179.9**
Additional provisions recognised	**10.8**	**12.9**	**–**	**0.5**	**24.2**
Acquisitions through business combinations	**5.5**	**–**	**2.3**	**–**	**7.8**
Provisions utilised	**(0.1)**	**–**	**(23.1)**	**(0.1)**	**(23.3)**
Provisions reversed	**–**	**–**	**(0.9)**	**(1.7)**	**(2.6)**
Unwinding of discount	**2.4**	**–**	**9.0**	**–**	**11.4**
Balance at end of financial year	**57.8**	**12.9**	**125.5**	**1.2**	**197.4**
Current	**8.2**	**12.9**	**20.9**	**1.2**	**43.2**
Non-current	**49.6**	**–**	**104.6**	**–**	**154.2**
	57.8	**12.9**	**125.5**	**1.2**	**197.4**

Environmental restoration

A provision for environmental restoration is recognised when there is a present obligation as a result of exploration, development and production activities having been undertaken, and it is probable that an outflow of economic benefits will be required to settle the obligation. The estimated future obligations include the costs of removing facilities and restoring the affected areas.

Restructuring

A restructuring provision is recognised when the consolidated entity has developed a detailed formal plan for the restructuring and has raised a valid expectation in those affected that it will carry out the restructuring by starting to implement the plan or announcing its main features to those affected by it. The measurement of a restructuring provision includes only the direct expenditures arising from the restructuring, which are those amounts that are both necessarily entailed by the restructuring and not associated with the ongoing activities of the entity.

Onerous contracts

A provision for onerous contracts is recognised where the consolidated entity has a contract under which the unavoidable costs of meeting the obligations under the contract exceed the economic benefits expected to be received under it.