

SECTION 4.7 Liquidity risk

The following table lists the contractual maturities of financial liabilities, including estimated interest payments and excluding the impact of netting agreements, and thus summarises the gross liquidity risk.

The risk implied from the values shown in the table reflects the one-sided scenario of cash outflows only. Trade payables and other financial liabilities mainly originate from the financing of assets in the ongoing operations such as property, plant and equipment and investments in working capital, e.g. inventories and trade receivables.

Derivative financial instruments are in general traded with the Group's relationship banks. The nominal amount/contractual cash flow of the financial debt is DKK 29m higher (2012: DKK 121m lower) than the carrying amount. The difference between the nominal amount and the carrying amount comprises differences between these amounts at initial recognition, which are treated as cost that is capitalised and amortised over the duration of the borrowings, and differences between nominal amounts and fair values of bonds.

The interest expense is the contractual cash flows expected on the financial gross debt at 31 December 2013. For the part of bank borrowing and mortgages that has been

MATURITY OF FINANCIAL LIABILITIES

2013

DKK million

Derivative financial instruments

	Contractual cash flows	Maturity <1 year	Maturity >1 year <5 years	Maturity >5 years	Carrying amount
Derivative financial instruments, payables	331	198	133	-	334

Non-derivative financial instruments

Financial debt, gross	40,240	9,530	10,861	19,849	40,211
Interest expenses	4,376	1,134	2,528	714	N/A
Trade payables and other liabilities	14,575	14,575	-	-	14,575
Liabilities related to the acquisition of entities	1,837	652	157	1,028	1,837
Non-derivative financial instruments	61,028	25,891	13,546	21,591	-
Financial liabilities	61,359	26,089	13,679	21,591	-
Financial liabilities 2012	60,284	18,294	27,362	14,628	-

All items are stated at their nominal amounts. Derivative financial instruments are presented gross.

swapped, the expected interest expense (before swaps but including margin) has been included. The expected net cash flow from the swaps related to the borrowings is included in the contractual cash flow for the derivative financial instrument. It should be noted that the cash flow regarding the interest expenses is estimated cash flow based on the notional amount of the above-mentioned borrowings and forward interest rates at year-end 2013 and 2012. Interest on debt recognised at year-end 2013 and 2012,

for which no contractual obligation exists (current borrowing and part of the amount drawn on cash pools), has been included for a two-year period.