

## 37. Trade and other payables, accruals and deferred income, other liabilities, and other financial liabilities

### 37.1 Trade payables, accruals and deferred income, and other liabilities

PLN '000	Note	Dec 31 2011	Dec 31 2010 (restated)
Trade payables, including:		2,821,742	1,832,545
- to related parties	39.1	6,823	-
Liabilities to the state budget other than corporate income tax		966,530	759,184
Special accounts, including:		24,694	21,871
- Mining Facilities Decommissioning Fund		24,491	21,668
Salaries and wages payable		14,577	13,052
Accrued expenses, including:		118,869	110,136
- provision for costs of employee benefits		64,273	78,162
Deferred income, including:		46,790	48,315
- grants <sup>(1)</sup>		39,321	40,012
- other		7,469	8,303
Investment liabilities		164,217	165,809
Liabilities to insurers		30,259	22,201
Other liabilities		23,246	27,804
<b>Total</b>		<b>4,210,924</b>	<b>3,000,917</b>
Non-current portion		54,371	61,809
Current portion		4,156,553	2,939,108

<sup>(1)</sup> Primarily licences received free-of-charge and grants from the Eco Fund for the use of waste gas from the offshore oil production facility for heating purposes.

Trade payables do not bear interest and are, as a rule, settled on a 7–60 day basis. Other liabilities do not bear interest, and their average payment period is one month. The amount resulting from the difference between VAT receivable and VAT payable is paid to the relevant tax authorities on a monthly basis. Interest payable is usually settled on a monthly basis during a financial year.

Pursuant to Art. 8 of the Excise Duty Act of December 6th 2008 (Dz. U. No. 3, item 11/2008), a tax liability arises e.g. at the moment of taking harmonised excise goods out of a bonded warehouse. The Parent and some other Group companies operate registered bonded warehouses, in which harmonised excise goods are subject to suspended-excise-tax procedure and may be the object of the actions provided for in the Excise Duty Act.

For sensitivity analysis of trade and other liabilities with respect to market risk related to fluctuations in exchange rates as at December 31st 2011, and December 31st 2010, see [Note 42.3.1 \(/en/financial-data/consolidated-financial-statements-2011/notes-to-the-financial-statements/42.-financial-instruments#42-3-1\)](#).

For maturity analysis of trade and other liabilities as at December 31st 2011, and December 31st 2010, see [Note 41 \(/http://raportroczny.lotost.pl/en/financial-data/consolidated-financial-statements-2011/notes-to-the-financial-statements/41.-objectives-and-principles-of-financial-risk-management/\)](#).

### 37.2 Other financial liabilities

PLN '000	Dec 31 2011	Dec 31 2010 (restated)
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Negative valuation of derivative financial instruments:	267,778	279,807
- commodity swap (commodities and petroleum products)	-	3,517
- futures (CO <sub>2</sub> emissions)	15,607	463
- currency forward and spot contracts	70,449	41,654
- forward rate agreements (FRAs)	-	340
- interest rate swap (IRS)	172,134	227,897
- currency swap	9,588	5,936
Lease liabilities	197,000	74,255
<b>Total financial liabilities</b>	<b>464,778</b>	<b>354,062</b>
Non-current liabilities	304,949	151,666
Current liabilities	159,829	202,396

As at December 31st 2011, there were no hedging contracts over which an assignment would be created as security for the credit facility referred to in [Note 34](http://raportroczny.lotos.pl/en/financial-data/consolidated-financial-statements-2011/notes-to-the-financial-statements/34.-interest-bearing-borrowings-and-other-debt-instruments/) (December 31st 2010: PLN 120,822 thousand).

For sensitivity analysis of other financial liabilities with respect to currency and interest rate risks as at December 31st 2011 and December 31st 2010, see [Note 42.3](http://raportroczny.lotos.pl/en/financial-data/consolidated-financial-statements-2011/notes-to-the-financial-statements/42.-financial-instruments#42-3).

For maturity analysis of other financial liabilities as at December 31st 2011 and December 31st 2010, see [Note 41](http://raportroczny.lotos.pl/en/financial-data/consolidated-financial-statements-2011/notes-to-the-financial-statements/41.-objectives-and-principles-of-financial-risk-management/).

### 37.3 Finance lease liabilities

PLN '000	Minimum lease payments		Present value of minimum lease payments	
	Dec 31 2011	Dec 31 2010	Dec 31 2011	Dec 31 2010
Up to 1 year	41,113	21,115	19,415	2,696
From 1 to 5 years	153,520	86,070	91,357	32,774
Over 5 years	98,221	51,762	86,228	38,785
<b>Total</b>	<b>292,854</b>	<b>158,947</b>	<b>197,000</b>	<b>74,255</b>
Less future financial charges	(95,854)	(84,692)	-	-
<b>Present value of minimum lease payments</b>	<b>197,000</b>	<b>74,255</b>	<b>197,000</b>	<b>74,255</b>
Non-current portion			177,585	71,559
Current portion			19,415	2,696

The Group uses finance leases to finance primarily rolling stock assets.

This is a translation of a document originally issued in Polish.