

## 15 Financial assets

Group's financial assets comprise investments in derivatives, financial assets designated as at fair value through p/l, loans and receivables, available-for-sale financial assets and investments in subsidiaries. The Holding segment includes also investments in subsidiaries.

The Group uses derivative instruments for trading and for hedging purposes. The derivatives used are foreign exchange, interest rate and equity derivatives. Fair value hedging has been applied during the financial year both in P&C and Life insurance.

EURm	2015	2014
<b>P&amp;C insurance</b>		
Derivative financial instruments	21	42
Loans and receivables	108	238
Financial assets available-for-sale	10,437	10,741
<b>P&amp;C insurance, total</b>	<b>10,566</b>	<b>11,021</b>
<b>Life insurance</b>		
Derivative financial instruments	11	3
Financial assets designated as at fair value through p/l	48	48
Loans and receivables	24	27
Financial assets available-for-sale	5,956	5,587
<b>Life insurance, total</b>	<b>6,039</b>	<b>5,665</b>
<b>Holding</b>		
Derivative financial instruments	21	34
Loans and receivables	1	1
Financial assets available-for-sale	852	555
Investments in subsidiaries	2,370	2,370
<b>Holding, total</b>	<b>3,243</b>	<b>2,959</b>
Elimination items between segments	-2,659	-2,715
<b>Group, total</b>	<b>17,189</b>	<b>16,930</b>

## P&amp;C insurance

## Derivative financial instruments

		2015			2014	
	Contract/ notional amount	Fair value		Contract/ notional amount	Fair value	
EURm		Assets	Liabilities		Assets	Liabilities
Derivatives held for trading						
Interest rate derivatives						
OTC derivatives						
Intrerest rate swaps	2,069	0	2	68	-	-2
Exchange traded derivatives						
Interest rate futures	-	-	-	85	-	-1
Total interest rate derivatives	2,069	0	2	153	0	-3
Foreign exchange derivatives						
OTC derivatives						
Currency forwards	2,777	19	15	2,714	41	20
Currency options, bought and sold	101	1	0	294	2	1
Total foreign exchange derivatives	2,878	21	15	3,008	42	21
Total derivatives held for trading	4,948	21	17	3,162	42	18

## Other financial assets

<b>EURm</b>		<b>2015</b>	<b>2014</b>
<b>Loans and receivables</b>			
Deposits with ceding undertakings		1	1
Other		108	237
<b>Total loans and receivables</b>		<b>108</b>	<b>238</b>
<b>Financial assets available-for-sale</b>			
<b>Debt securities</b>			
Issued by public bodies		1,392	1,606
Certificates of deposit issued by banks		3,120	3,031
Other debt securities		4,404	4,551
<b>Total debt securities</b>		<b>8,916</b>	<b>9,188</b>
<b>Equity securities</b>			
Listed		1,497	1,365
Unlisted		25	188
<b>Total</b>		<b>1,522</b>	<b>1,553</b>
<b>Total financial assets available-for-sale</b>		<b>10,437</b>	<b>10,741</b>
Financial assets available-for-sale for P&C insurance include impairment losses EURm 197 (243).			
<b>P&amp;C insurance, total financial assets</b>		<b>10,566</b>	<b>11,021</b>

## Life insurance

### Derivative financial instruments

EURm	Contract/ notional amount	2015 Fair value		Contract/ notional amount	2014 Fair value	
		Assets	Liabilities		Assets	Liabilities
<b>Derivatives held for trading</b>						
<b>Interest rate derivatives</b>						
OTC derivatives						
Interest rate swaps	4,618	0	1	1,443	-	19
Credit risk swaps	643	-	0	577	-	1
<b>Total</b>	<b>5,261</b>	<b>-</b>	<b>2</b>	<b>2,019</b>	<b>0</b>	<b>20</b>
<b>Foreign exchange derivatives</b>						
OTC derivatives						
Currency forwards	1,633	8	22	1,184	1	14
Currency options, bought and sold	156	1	1	193	2	1
<b>Total foreign exchange derivatives</b>	<b>1,789</b>	<b>9</b>	<b>22</b>	<b>1,377</b>	<b>3</b>	<b>15</b>
<b>Equity derivatives</b>						
OTC derivatives						
<b>Equity and equity index options</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1</b>	<b>0</b>	<b>0</b>
<b>Total derivatives held for trading</b>	<b>7,050</b>	<b>9</b>	<b>24</b>	<b>3,398</b>	<b>3</b>	<b>35</b>
<b>Derivatives held for hedging</b>						
<b>Fair value hedges</b>						
Currency forwards	602	2	9	583	0	50
Interest rate swaps				-	-	-
<b>Total</b>	<b>602</b>	<b>2</b>	<b>9</b>	<b>583</b>	<b>0</b>	<b>50</b>
<b>Total derivatives held for hedging</b>	<b>602</b>	<b>2</b>	<b>9</b>	<b>583</b>	<b>0</b>	<b>50</b>
<b>Total derivatives</b>	<b>7,651</b>	<b>11</b>	<b>33</b>	<b>3,981</b>	<b>3</b>	<b>86</b>

### Fair value hedges

Fair value hedging is used to hedge a proportion of foreign exchange and interest risk in available-for-sale financial assets. The interest elements of forward contracts have been excluded from hedging relationships in foreign exchange hedges. Net result from exchange derivatives designated as fair value hedges amounted to EURm -69 (-74). Net result from hedged risks in fair value hedges of available for sale financial assets amounted to EURm 68 (74).

## Other financial assets

EURm	2015	2014
<b>Financial assets designated as at fair value through p/l</b>		
<b>Debt securities</b>		
Issued by public bodies	13	1
Issued by banks	10	4
Other debt securities	23	43
<b>Total debt securities</b>	<b>47</b>	<b>47</b>
<b>Listed equity securities</b>	2	2
<b>Total financial assets designated as at fair value through p/l</b>	<b>48</b>	<b>48</b>
<b>Loans and receivables</b>		
Loans	24	27
<b>Financial assets available-for-sale</b>		
<b>Debt securities</b>		
Issued by public bodies	30	388
Issued by banks	488	889
Other debt securities	2,896	1,619
<b>Total debt securities</b>	<b>3,414</b>	<b>2,895</b>
<b>Equity securities</b>		
Listed	1,669	1,852
Unlisted	873	839
<b>Total</b>	<b>2,542</b>	<b>2,691</b>
<b>Total financial assets available-for-sale</b>	<b>5,956</b>	<b>5,587</b>
Financial assets available-for-sale for life insurance include impairment losses EURm 19 (41).		
<b>Life insurance, total financial assets</b>	<b>6,039</b>	<b>5,695</b>

Financial assets available for sale / debt securities: Debt securities available for sale include EURm 3,334 (1,963) investments in bonds and EURm 95 (932) investments in money market instruments.

Financial assets available for sale / shares and participations: Listed equity securities include EURm 831 (632) listed equities. Unlisted equity securities include EURm 768 (708) investments in capital trusts.

## Holding

## Derivative financial instruments

EURm	Contract/ notional amount	2015 Fair value		Contract/ notional amount	2014 Fair value	
		Assets	Liabilities		Assets	Liabilities
<b>Derivatives held for trading</b>						
<b>Interest derivatives</b>						
OTC-derivatives						
Interest rate swaps	800	10	-	800	23	-
<b>Foreign exchange derivatives</b>						
OTC-derivatives						
Currency forwards	74	1	2	3	1	0
<b>Equity derivatives</b>						
Exchange traded derivatives						
Equity and equity index options	60	10	10	69	10	11
<b>Total derivatives</b>	<b>933</b>	<b>21</b>	<b>12</b>	<b>872</b>	<b>34</b>	<b>11</b>

## Other financial assets

EURm	2015	2014
<b>Loans and receivables</b>		
Deposits	1	1
<b>Financial assets available-for-sale</b>		
<b>Debt securities</b>		
Certificates of deposit issued by banks	196	110
Other debt securities	407	360
<b>Total debt securities</b>	<b>603</b>	<b>470</b>
<b>Equity securities</b>		
Listed	228	41
Unlisted	20	45
<b>Total</b>	<b>248</b>	<b>85</b>
<b>Total financial assets available-for-sale</b>	<b>852</b>	<b>555</b>
Financial assets available-for-sale for Holding business do not include impairment losses.		
<b>Investments in subsidiaries</b>	2,370	2,370
<b>Holding, total financial assets</b>	<b>3,243</b>	<b>2,959</b>
Elimination items between segments	-2,659	-2,715
<b>EURm</b>	<b>2015</b>	<b>2014</b>
<b>Group, total</b>	<b>17,188</b>	<b>16,960</b>