

(22) Provisions

	<b>Total</b>	<b>Restructuring</b>	<b>Other</b>
Position as at 1 January 2005	41	6	35
Provisions made during the year	7	2	5
Provisions used during the year	-9	-2	-7
Provisions released during the year	-13	-1	-12
Position as at 1 January 2006	26	5	21
Provisions made during the year	7	1	6
Provisions used during the year	-5	-2	-3
Provisions released during the year	-3	-1	-2
Position as at 31 December 2006	25	3	22
Non-current	18	1	17
Current	7	2	5
	<b>25</b>	<b>3</b>	<b>22</b>

**Provision for restructuring**

The provision for restructuring comprises accruals for costs which are directly associated with plans to exit specific activities. The restructuring activities relate to smaller restructurings within the Group and are expected to be completed within two years.

**Other provisions**

The other provisions relate to risks of various kinds throughout the Company, including provisions for claims from governmental authorities for social security and various taxes, as well as for other legal liabilities. The timing and amount for the settlement of these provisions is uncertain but is expected within two to four years.

(23) Trade and other payables

	<b>2006</b>	<b>2005</b>
Trade payables	81	68
Other taxes and social contributions	553	517
Other payables and accruals	417	398
Interest payable	6	4
	<b>1,111</b>	<b>987</b>

## (24) Financial instruments

### **Fair values**

The fair values of assets and liabilities which are defined as financial instruments, together with their carrying amounts shown in the balance sheet are as follows.

	<b>31-dec-06</b>		<b>31-dec-05</b>	
	Fair value	Carrying amount	Fair value	Carrying amount
<b>Financial Assets</b>				
Loans and receivables	49	46	47	41
Trade and other receivables	1,678	1,678	1,528	1,528
Cash and cash equivalents	187	187	154	154
	<u>1,914</u>	<u>1,911</u>	<u>1,729</u>	<u>1,723</u>
<b>Financial liabilities</b>				
Deferred consideration business combinations	-81	-81	-45	-45
Interest bearing loans receivables	-576	-565	-603	-603
Trade and other payables	-1,111	-1,111	-987	-987
Interest bearing bank overdrafts and loans	-180	-180	-87	-87
	<u>-1,948</u>	<u>-1,937</u>	<u>-1,722</u>	<u>-1,722</u>

The following summarises the major methods and assumptions used in estimating the fair values of financial instruments reflected in the table.

#### *Interest bearing loans and receivables*

Fair value is calculated based on discounted expected future principal and interest cash flows using market prices.

#### *Trade and other receivables/payables*

For receivables/payables with a remaining life of less than one year, the monetary amount is deemed to reflect the fair value. All other receivables/payables are discounted to determine their fair value.

#### *Deferred consideration business combinations*

The fair value of the exercise price of the put options relating to minority interests is dependent on the timing of the exercise of the put option and on future results. As the put option has an indefinite lifetime, when determining the fair value, the moment of exercise is based on a consistent estimate which lies between 3-8 years. When the timing of the exercise of the put option is known, this moment is used for calculating the fair value. The future results are based on the budget for the year 2007 and management forecasts for the following 4 years. For the period thereafter a growth rate of 2% is used. As the exercise price and the timing are not preset, the actual settlement price may deviate from the fair value. The liability is contractually capped at a maximum of €351 million (2005: €258 million)