

T: Other borrowings

	2013 £m		2012* £m	
	30 Jun		30 Jun	31 Dec
Operational borrowings attributable to shareholder-financed operations ^{note (i)}				
Borrowings in respect of short-term fixed income securities programmes ^{note (ii)}	2,422		2,568	2,084
Non-recourse borrowings of US operations	20		20	20
Other borrowings ^{note (iii)}	88		206	141
Total	2,530		2,794	2,245
Borrowings attributable to with-profits operations				
Non-recourse borrowings of consolidated investment funds	727		682	759
£100m 8.5% undated subordinated guaranteed bonds of Scottish Amicable Finance plc	100		100	100
Other borrowings (predominantly obligations under finance leases)	97		113	109
Total	924		895	968

* The 2012 comparative results have been adjusted retrospectively from those previously published for the application of the new accounting standards described in note B.

Notes

- (i) In addition to the debt listed above, £200 million floating rate notes were issued by Prudential plc in April 2013 which will mature in October 2013. These Notes have been wholly subscribed by a Group subsidiary and accordingly have been eliminated on consolidation in the Group financial statements. These Notes were originally issued in October 2008 and have been reissued upon their maturity.
- (ii) In January 2013 the Company repaid on maturity, £250 million medium term notes included within borrowings in respect of short-term fixed income securities in the table above.
- (iii) Other borrowings mainly include amounts whose repayment to the lender is contingent upon future surplus emerging from certain contracts specified under the arrangement. If insufficient surplus emerges on those contracts, there is no recourse to other assets of the Group and the liability is not payable to the degree of shortfall.
- In addition, other borrowings include senior debt issued through the Federal Home Loan Bank of Indianapolis (FHLB), secured by collateral posted with the FHLB by Jackson.

U: Defined benefit pension schemes

The Group asset/liability in respect of defined benefit pension schemes is as follows:

Summary Group position

	2013 £m			2012 £m	
	PSPS	Other schemes	30 Jun	30 Jun	31 Dec
Underlying economic surplus (deficit) ^{note (ii)}	939	(45)	894	1,425	1,138
Less: unrecognised surplus and adjustment for obligation for deficit funding ^{note (ii)}	(821)	–	(821)	(1,249)	(1,010)
Economic surplus (deficit) (including investment in Prudential insurance policies) ^{note (ii)}	118	(45)	73	176	128
Attributable to:					
PAC with-profits fund	83	(41)	42	98	78
Shareholder-backed operations	35	(4)	31	78	50
Consolidation adjustment against policyholder liabilities for investment in Prudential insurance policies	–	(172)	(172)	(169)	(169)
IAS 19 pension asset (liability) on the Group statement of financial position*	118	(217)	(99)	7	(41)

* At 30 June 2013, the PSPS' pension asset of £118 million (30 June 2012: £167 million; 31 December 2012: £164 million) and the other schemes' pension liability of £217 million (30 June 2012: £160 million; 31 December 2012: £205 million) were included within 'Other debtors' and 'Provisions', respectively on the condensed consolidated statement of financial position.