

23. FINANCIAL ASSETS HELD TO MATURITY

The balance Financial assets held to maturity is analysed as follows:

	(Thousands of euros)	
	2017	2016
Bonds and other fixed income securities		
Issued by public entities	50,859	50,728
Issued by other entities	291,926	359,063
	342,785	409,791

The balance Financial assets held to maturity includes, as at 31 December 2017, the amount of Euros 188,014,000 (31 December 2016: Euros 237,513,000) related to non derivatives financial assets (bonds) reclassified in previous years from financial assets held for trading caption to financial assets held to maturity caption, as referred in the accounting policy note 1 e) and note 21.

The balance Financial assets held to maturity also includes, as at 31 December 2017, the amount of Euros 74,304,000 (31 December 2016: Euros 73,918,000) related to non derivatives financial assets (bonds) reclassified in previous years from financial assets available for sale caption to financial assets held to maturity caption, as referred in the accounting policy note 1 e) and note 21.

As at 31 December 2017, the Financial assets held to maturity portfolio is analysed as follows:

							(Thousands of euros)	
							2017	
Description	Country	Maturity date	Interest rate	Nominal value	Book value	Fair value		
Issued by Government and public entities:								
BTPS 4.5 PCT 08/01.08.2018 EUR	Italy	August, 2018	4.500%	50,000	50,859	52,383		
Issued by other entities:								
CP Comboios Pt 09/16.10.2019	Portugal	October, 2019	4.170%	75,000	74,964	80,850		
Edia S.A. 07/30.01.2027	Portugal	January, 2027	Euribor 6M+ 0.005%	40,000	39,145	34,555		
STCP 00/05.06.2022- 100Mios Call After 10Cpn-Min.10Mios	Portugal	June, 2022	Euribor 6M + 0.0069%	100,000	98,945	98,454		
Mbs Magellan M Series 1 Class A	Ireland	December, 2036	Euribor 3M+0.54%	42,631	34,743	34,532		
Mbs Magellan M Series 1 Class B	Ireland	December, 2036	Euribor 3M+1.16%	26,300	26,310	24,944		
Mbs Magellan M Series 1 Class C	Ireland	December, 2036	Euribor 3M+2.6%	17,800	17,819	14,185		
					291,926	287,520		
					342,785	339,903		

As at 31 December 2016, the Financial assets held to maturity portfolio is analysed as follows:

(Thousands of euros)

2016						
Description	Country	Maturity date	Interest rate	Nominal value	Book value	Fair value
Issued by Government and public entities:						
BTPS 4.5 PCT 08/01.08.2018 EUR	Italy	August, 2018	4.500%	50,000	50,728	54,623
Issued by other entities:						
CP Comboios Pt 09/16.10.2019	Portugal	October, 2019	4.170%	75,000	74,578	81,582
Edia S.A. 07/30.01.2027	Portugal	January, 2027	Euribor 6M+ 0.005%	40,000	39,052	27,675
STCP 00/05.06.2022- 100Mios Call After 10Cpn-Min.10Mios	Portugal	June, 2022	Euribor 6M + 0.0069%	100,000	98,708	87,636
Ayt Cedula 07/21.03.2017	Spain	March, 2017	4.000%	50,000	51,527	51,975
Mbs Magellan M Series 1 Class A	Ireland	December, 2036	Euribor 3M+0.54%	60,272	51,068	50,399
Mbs Magellan M Series 1 Class B	Ireland	December, 2036	Euribor 3M+1.16%	26,300	26,311	24,339
Mbs Magellan M Series 1 Class C	Ireland	December, 2036	Euribor 3M+2.6%	17,800	17,819	14,185
					359,063	337,791
					409,791	392,414

The analysis of Bonds and other fixed income securities portfolio, net of impairment, included in Financial assets held to maturity, by maturity, as at 31 December 2017 is as follows:

(Thousands of euros)

	2017				Total
	Up to 3 months	3 months to 1 year	1 year to 5 years	Over 5 years	
Bonds issued by public entities					
Foreign issuers	-	-	50,859	-	50,859
Bonds issued by other entities					
Portuguese issuers	-	-	173,909	39,145	213,054
Foreign issuers	-	-	-	78,872	78,872
	-	-	224,768	118,017	342,785

The analysis of Bonds and other fixed income securities portfolio, net of impairment, included in Financial assets held to maturity, by maturity, as at 31 December 2016 is as follows:

(Thousands of euros)

	2016				Total
	Up to 3 months	3 months to 1 year	1 year to 5 years	Over 5 years	
Bonds issued by public entities					
Foreign issuers	-	-	50,728	-	50,728
Bonds issued by other entities					
Portuguese issuers	-	-	74,578	137,760	212,338
Foreign issuers	51,527	-	-	95,198	146,725
	51,527	-	125,306	232,958	409,791

The analysis of the Bonds and other fixed income securities portfolio, net of impairment, included in Financial assets held to maturity, by sector of activity, is analysed as follows:

	(Thousands of euros)	
	2017	2016
Transports	173,909	173,286
Services		
Financial intermediation	78,872	146,725
Real estate activities	39,145	39,052
	291,926	359,063
Government and Public securities	50,859	50,728
	342,785	409,791

As referred in note 46, as part of the management process of the liquidity risk, the Bank holds a pool of eligible assets that can be used as collateral in funding operations with the European Central Bank and other Central Banks in countries where the Bank operates, in which are included fixed income securities. As at 31 December 2017, there is no securities included in the ECB's monetary policy (31 December 2016: Euros 51,447,000).

24. INVESTMENTS IN SUBSIDIARIES AND ASSOCIATED COMPANIES

This balance is analysed as follows:

	(Thousands of euros)	
	2017	2016
Portuguese credit institutions	338,422	260,235
Foreign credit institutions	801,463	658,363
Other Portuguese companies	1,848,351	1,394,789
Other foreign companies	2,771,176	3,502,963
	5,759,412	5,816,350
Impairment for investments in:		
Subsidiary companies	(2,385,466)	(2,342,499)
Associated and other companies	(3,585)	(9,744)
	(2,389,051)	(2,352,243)
	3,370,361	3,464,107