

Notes to the Company accounts (continued)

8. Loans and overdrafts

	2007 £m	2006 £m
Due within one year		
Bank loans and overdrafts	15	85
Euro-Sterling £150m 11 ⁷ / ₈ % bond, repayable 2008	150	–
European Investment Bank loans, final instalment 2009	7	7
Debt-related financial instruments	–	19
SYSTEMS 2001 Asset Trust:		
Option Aircraft bond	16	12
	188	123
Due after one year		
Euro-Sterling £150m 11 ⁷ / ₈ % bond, repayable 2008	–	150
European Investment Bank loan, final instalment 2009	4	11
Euro-Sterling £100m 10 ³ / ₄ % bond, repayable 2014	99	99
SYSTEMS 2001 Asset Trust:		
Option Aircraft bond, final instalment 2013	153	192
Debt instrument of the convertible preference shares, redeemable 2010	–	242
Debt-related financial instruments	191	217
Alvis loan notes, redeemable 2009	1	2
	448	913

Bank loans and overdrafts are at a floating rate of interest.

The European Investment Bank borrowing is fixed with an interest rate of 6.86%.

The SYSTEMS 2001 Asset Trust bonds are at a floating rate of interest, having been converted to a sterling floating rate bond by utilising a cross-currency swap which resulted in an effective interest rate during 2007 of 6.75% (2006 5.59%).

Loans and overdrafts are repayable as follows:

	2007 £m	2006 £m
In one year or less	188	123
Between one and two years	26	180
Between two and five years	87	317
In later years	335	416
	636	1,036

The total amount of loans repayable by instalments, where any instalment is due after five years, is £169m (2006 £203m).