

16. Trade and other receivables

	2007 £m	2006 ¹ £m
Non-current		
Other receivables	255	496
Pension prepayment (note 22)	57	66
Prepayments and accrued income	10	7
	322	569
Current		
Long-term contract balances	4,389	4,440
Less: attributable progress payments	(4,013)	(4,027)
Amounts due from contract customers ¹	208	151
Amounts due from customers for contract work	584	564
Trade receivables ¹	1,608	1,060
Amounts owed by equity accounted investments	239	218
Other receivables	281	225
Pension prepayment (note 22)	2	5
Prepayments and accrued income	219	181
	2,933	2,253

1 Following the adoption of IFRS7, the Group has reviewed the categorisation of its trade and other receivables. As a result of this review, the comparative amount for amounts due from contract customers has been restated by £429m from £580m to £151m and the comparative amount for trade receivables has been restated by £429m from £631m to £1,060m.

Included within amounts due from customers for contract work:

	2007 £m	2006 £m
Retentions outstanding against long-term contracts	1	1

The ageing of trade receivables is detailed below:

	2007			2006		
	Gross £m	Provision £m	Net £m	Gross £m	Provision £m	Net £m
Not past due – 180 days	1,342	(17)	1,325	1,060	(7)	1,053
Past 180 days	319	(36)	283	31	(24)	7
	1,661	(53)	1,608	1,091	(31)	1,060

Trade receivables are disclosed net of a provision for impairment losses. Movement on the provision is as follows:

	2007 £m	2006 £m
At 1 January	31	46
Created	42	20
Released	(22)	(24)
Exchange adjustments	-	(2)
Acquisitions/(disposals)	3	(1)
Utilised	(1)	(8)
At 31 December	53	31

The other classes within trade and other receivables do not contain impaired assets.

The Group has material receivables due from the UK, US and Saudi Arabian governments where credit risk is not considered an issue. For the remaining trade receivables, the provision has been calculated taking into account individual assessments based on past credit history and prior knowledge of debtor insolvency or other credit risk. All credit and recovery risk associated with trade receivables has been provided for in the balance sheet.