

## 18. Loans and advances to banks

	31.12.2017	31.12.2016
Current accounts	458 406	464 765
Placements with other banks (up to 3 months)	748 470	1 867 974
<b>Included in cash equivalents (Note 45)</b>	<b>1 206 876</b>	<b>2 332 739</b>
Loans and advances	184 491	203 980
Other receivables	317 382	548 393
<b>Total (gross) loans and advances to banks</b>	<b>1 708 749</b>	<b>3 085 112</b>
Provisions created for loans and advances to banks (negative amount)	(1 027)	(2 257)
<b>Total (net) loans and advances to banks</b>	<b>1 707 722</b>	<b>3 082 855</b>
<b>Short-term (up to 1 year)</b>	<b>1 668 963</b>	<b>3 081 774</b>
<b>Long-term (over 1 year)</b>	<b>38 759</b>	<b>1 081</b>

The item "Other receivables" includes cash collaterals (as at 31 December 2017: PLN 259 111 thousand, 31 December 2016: PLN 429 529 thousand) placed by the Group under the derivative transactions (Note 39).

The following table presents receivables from Polish and foreign banks:

	31.12.2017	31.12.2016
Loans and advances to Polish banks (gross)	376 516	1 252 296
Provisions created for loans and advances to Polish banks	(58)	(62)
Loans and advances to foreign banks (gross)	1 332 233	1 832 816
Provisions created for loans and advances to foreign banks	(969)	(2 195)
<b>Total (net) loans and advances to banks</b>	<b>1 707 722</b>	<b>3 082 855</b>

As at 31 December 2017, the variable interest rate loans to banks amounted to PLN 178 668 thousand and the fixed interest rate loans to banks amounted to PLN 5 823 thousand (as at 31 December 2016 – variable rate loans to banks amounted to PLN 174 090 thousand and fixed rate loans to PLN 29 890 thousand).

As at 31 December 2017 and 31 December 2016, the term placements with other banks were fixed interest rated and amounted respectively: PLN 748 470 thousand and PLN 1 867 974 thousand. An average interest rate for placements in other banks and loans granted to other banks amounted to 1.59% (31 December 2016: 1.32%).

The following table presents the changes in provisions for losses on loans and advances to banks.

	31.12.2017	31.12.2016
<b>Provisions for loans and advances to banks as at the beginning of the period</b>	<b>(2 257)</b>	<b>(1 699)</b>
Provisions created (Note 13)	(1 193)	(3 658)
Release of provisions (Note 13)	2 311	3 186
Foreign exchange differences	112	(86)
<b>Provisions for loans and advances to banks as at the end of the period</b>	<b>(1 027)</b>	<b>(2 257)</b>

As at 31 December 2017, provisions for loans and advances to banks in the amount of PLN 217 thousand relate to the individually impaired loans (31 December 2016: PLN 1 525 thousand).

Loans and advances to banks	31.12.2017		31.12.2016	
	exposure in PLN '000	share/coverage (%)	exposure in PLN '000	share/coverage (%)
Neither past due nor impaired	1 708 532	99.99	3 054 628	99.01
Past due but not impaired	-	-	-	-
Impaired	217	0.01	30 484	0.99
<b>Total, gross</b>	<b>1 708 749</b>	<b>100.00</b>	<b>3 085 112</b>	<b>100.00</b>
Provision (provision for impaired loans and advances as well as IBNI provision)	(1 027)	0.06	(2 257)	0.07
<b>Total, net</b>	<b>1 707 722</b>	<b>99.94</b>	<b>3 082 855</b>	<b>99.93</b>

### Loans and advances to banks neither past due nor impaired

Loans and advances to banks		
Sub-portfolio	31.12.2017	31.12.2016
1	1 028 422	1 230 145
2	518 535	1 391 810
3	38 430	246 902
4	37 521	64 314
5	9	-
6	2 144	-
7	-	1 945
8	82 208	119 112
other *	1 263	400
<b>Total</b>	<b>1 708 532</b>	<b>3 054 628</b>

\*) position "other" concerns these entities, which do not use the same rating systems as mBank.