

Notes to the Financial Statements

Year ended December 31, 2020

E. Working Capital (cont'd)

E3. Trade and other payables

Trade and other payables mainly consist of amounts the Group owes to its suppliers that have been invoiced or are accrued. They also include taxes and social security amounts due in relation to the Group's role as an employer.

Accounting policies

Trade and other payables (excluding advance payments from customers, deferred grants, deferred income and retirement benefit obligations) are classified as financial liabilities measured at amortised costs. Trade payables are not interest-bearing and are stated at their nominal value.

Note	Group		Company	
	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019
<i>(\$ million)</i>				
Current liabilities				
Trade payables	325	1,012	4	7
Advance payments from customers	31	17	*	*
Amounts due to related parties	G6	10	22	4
Accrued capital and operating expenditure	(a)	583	1,487	84
Deposits		35	33	*
Accrued interest payable		11	57	–
Other creditors		160	216	5
Deferred grants		4	–	2
		1,159	2,844	99
Non-current liabilities				
Deferred grants	(b)	4	2	*
Amounts due to related parties	G6	–	–	1,595
Other long-term payables	(c)	52	73	18
Deferred income		46	51	–
Retirement benefit obligation		6	5	–
		108	131	1,613

- Included in the Company's accrued operating expenses are amounts of S\$37 million (2019: S\$53 million) due to related companies.
- Deferred grants relate to government grants for capital assets and JSS government grant.
- Other long-term payables include retention monies of subsidiaries, long-term employee benefits and accrued operating and maintenance services which will be billed only after the initial payment-free period, which is more than one year.

E. Working Capital (cont'd)

E4. Cash and cash equivalents

Accounting policies

Cash and cash equivalents which comprise cash balances and bank deposits are classified as financial assets measured at amortised costs. For the purpose of the statement of cash flows, cash and cash equivalents are presented net of bank overdrafts which are repayable on demand. Bank overdrafts are shown within interest-bearing borrowings in current liabilities on the balance sheet.

The majority of the Group's cash is held in bank deposits or money market funds which have a maturity of three months or less to enable us to meet our short-term liquidity requirements.

	Group		Company	
	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019
<i>(\$ million)</i>				
Fixed deposits with banks	301	380	–	–
Cash and bank balances	731	1,387	358	1,123
Cash and cash equivalents in the balance sheets	1,032	1,767	358	1,123
Restricted bank balances	(23)	(27)	–	–
Cash and cash equivalents in the consolidated statement of cash flows	1,009	1,740	358	1,123
Cash and cash equivalents inclusive of placement with:				
– A subsidiary	–	–	357	1,122
– A related corporation	117	283	1	1

Fixed deposits with banks of the Group earn interest at rates ranging from 0.03% to 9.00% (2019: 0.65% to 9.00%) per annum.

Included in the Group's cash and cash equivalents in the balance sheet is an amount of S\$262 million (2019: S\$338 million) over which banks have a first charge in the event that the respective subsidiaries do not meet the debt servicing requirement.