

## Notes to the Financial Statements (continued)

### 22. Expenditure commitments (continued)

	Note	Telstra Group As at 30 June	
		2012 \$m	2011 \$m
<b>Finance lease commitments</b>			
Within 1 year . . . . .		56	53
Within 1 to 5 years . . . . .		99	94
After 5 years . . . . .		31	19
Total minimum lease payments . . . . .		186	166
Future finance charges on finance leases . . . . .		(47)	(27)
Present value of net future minimum lease payments . . . . .		139	139
<b>The present value of finance lease liabilities is as follows:</b>			
Within 1 year . . . . .	17	45	45
Within 1 to 5 years . . . . .		79	82
After 5 years . . . . .		15	12
Total finance lease liabilities . . . . .	17	139	139

#### Description of our finance leases

We have finance leases for the following types of assets:

- property leases in our controlled entity, Telstra Europe Limited; and
- computer mainframes, computer processing equipment and other related equipment.

The weighted average lease term is:

- 24 years for the property leases with a remaining average life of 11 years; and
- 4 years for computer mainframes and associated equipment.

Interest rates for our finance leases are:

- property leases interest rate of 22.5%; and
- computer mainframes, computer processing equipment and associated equipment weighted average interest rate of 7.7%.

We sublease computer mainframes, computer processing equipment and other related equipment as part of our solutions management and outsourcing services that we provide to our customers. Refer to note 10 for further details regarding these finance subleases.

Information regarding our share of our jointly controlled and associated entities' commitments is included in note 26.