20 Other financial assets and liabilities – continued	Group 2017 Rm	Group 2016 Rm	Company 2017 Rm	Company 2016 Rm
Non-current other financial liabilities consist of:	**–**	–	**–**	–
At fair value through profit or loss				
Total other financial liabilities	**(440)**	(455)	**(440)**	(442)
- Derivative instruments	**(440)**	(455)	**(440)**	(442)
Forward exchange contracts	**(189)**	(155)	**(189)**	(142)
Firm commitments	**(229)**	(293)	**(229)**	(293)
Interest rate swaps	**(22)**	(7)	**(22)**	(7)
***Less:* Current portion of other financial liabilities**	**(440)**	(455)	**(440)**	(442)
- Derivative instruments	**(440)**	(455)	**(440)**	(442)
Forward exchange contracts	**(189)**	(155)	**(189)**	(142)
Firm commitments	**(229)**	(293)	**(229)**	(293)
Interest rate swaps	**(22)**	(7)	**(22)**	(7)

Derivatives not designated as hedging instruments
The group uses forward exchange contracts to economically hedge its foreign exchange rate transaction exposures.

Derivative instruments are measured at fair value through profit or loss.

Fair value hedge
The foreign exchange forward contracts designated as fair value hedges are being used to hedge the exposure to changes attributable to movement in the spot exchange rate of its firm commitments.

A decrease in fair value of the forward exchange contracts designated as fair value hedges of R88 million (2016: R288 million) has been recognised in finance charges and fair value movement and offset with a similar loss on the hedged items (property, plant and equipment and inventory). The ineffectiveness movement recognised in the current financial year was immaterial.

21 Net cash and cash equivalents	Group 2017 Rm	Group 2016 Rm	Company 2017 Rm	Company 2016 Rm
Cash disclosed as current assets	**1 612**	2 548	**965**	2 222
Cash and bank balances	**953**	418	**388**	167
Short-term deposits	**659**	2 130	**577**	2 055
Credit facilities utilised	**(93)**	(6)	**(3)**	–
Net cash and cash equivalents	**1 519**	2 542	**962**	2 222
	4 750	6 450	**4 750**	5 250

Undrawn borrowing facilities
The undrawn borrowing facilities are unsecured and bear interest at a rate that will be mutually agreed between the borrower and lender at the time of drawdown. These facilities are subject to annual review and are in place to ensure liquidity. At 31 March 2017, R4 billion (2016: R4 billion) of these undrawn facilities was committed. There is no restriction on cash.

Short-term deposits
Short-term deposits are made mostly for varying periods of between one day and three months, depending on the immediate cash requirements of the group, and earn interest at the respective short-term deposit rates.

Borrowing powers
Telkom's directors may mortgage or encumber Telkom's property or any part thereof and issue debentures, whether secured or unsecured, whether outright or as security for debt, liability or obligation of Telkom or any third party. For this purpose the borrowing powers of Telkom are unlimited, but are subject to the restrictive financial covenants as well as specific restrictive clauses in the current funding arrangements.