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	2013				
	Less than 1 year S/.(000)	Between 1 and 3 years S/.(000)	Between 3 and 5 years S/.(000)	More than 5 years S/.(000)	Total S/.(000)
Loans and borrowings (including interest)	15,648	31,297	32,051	94,168	173,164
Trade accounts payable	52	—	—	—	52
Accounts payable to related entities	146	—	—	—	146
Other accounts payable	339	—	—	—	339
	16,185	31,297	32,051	94,168	173,701

Capital management

The Company actively manages a capital base to cover the risks inherent to its activities. The Company's capital adequacy is monitored by using, among other measurements, the ratios established by Management.

The Company's objectives when managing its capital is a concept broader than the "Equity" that appears in the statements of financial position and they are: (i) to safeguard the Company's ability to keep on operating so that it continues offering returns to the shareholders in the future; and (ii) to maintain a sound capital base to support the development and growth of its activities.

As of December 31, 2014 and 2013, there have not been any changes in the activities and policies of the Company's capital management.

The Company monitors capital using a gearing ratio, defined as the result of net debt divided by total capital plus net debt. In Management's opinion, gearing ratios as of December 31, 2014 and 2013 are in line with the financial policies of the Company.

	2014 S/.(000)	2013 S/.(000)
Financial debt	120,392	121,337
Gross debt	120,392	121,337
Total equity	35,569	45,430
Total equity and gross debt	155,961	166,767
Gearing ratio (%)	77.19	72.76

24. Information on fair value of financial instruments

The methodologies and assumptions used by the Company to determine the estimated market values depend on the terms and risk characteristics of the diverse financial instruments and comprise the following:

(i) Assets whose fair value is similar to their book value. For financial assets and liabilities that are liquid or have short-term maturities (shorter than 3 months), it is deemed that their book value is similar to their fair value. This assumption is also applicable to term deposits, savings accounts without specific maturity and financial instruments at variable interest rate. These instruments are classified into Level 1 of the fair value hierarchy.