

Notes to the Consolidated Financial Statements continued

4. Finance Expense

	2014 £000	2013 £000
Underlying		
Finance expense arising from:		
— Financial liabilities at amortised cost	2,561	5,150
— Net interest on net defined benefit obligations	48	1
— Foreign exchange losses	—	483
Underlying finance expense	2,609	5,634
Non-underlying		
Loss on extinguishment of debt (note 20)	1,213	—
Unwinding of discounts on deferred and contingent consideration	34	297
Non-underlying finance expense	1,247	297
Total finance expense	3,856	5,931

5. Non-underlying Items

Non-underlying items comprise:

	2014 £000	2013 £000
Amortisation of intangible assets acquired as a result of acquisitions	16,543	18,195
Rationalisation costs	479	2,577
Expenses related to the acquisition of <i>Phycos</i>	150	—
	17,172	20,772

Rationalisation costs relate to the integration of *Eurovet Animal Health B.V.* and the ensuing senior management team restructure.