

## 2.1 Consolidated annual accounts

# Notes to the consolidated balance sheet of ING Group

amounts in millions of euros, unless stated otherwise

**ASSETS****1 CASH AND BALANCES WITH CENTRAL BANKS****Cash and balances with central banks**

	2007	2006
Amounts held at central banks	<b>8,376</b>	10,511
Cash and bank balances	<b>3,664</b>	3,563
Short term deposits insurance operations	<b>366</b>	252
	<b>12,406</b>	14,326

**2 AMOUNTS DUE FROM BANKS****Amounts due from banks**

	2007	Netherlands 2006	2007	International 2006	2007	Total 2006
Loans and advances to banks	<b>14,451</b>	4,660	<b>31,339</b>	31,751	<b>45,790</b>	36,411
Cash advances, overdrafts and other balances	<b>1,065</b>	285	<b>2,033</b>	3,176	<b>3,098</b>	3,461
	<b>15,516</b>	4,945	<b>33,372</b>	34,927	<b>48,888</b>	39,872
Loan loss provision	<b>-11</b>		<b>-2</b>	-4	<b>-13</b>	-4
	<b>15,505</b>	4,945	<b>33,370</b>	34,923	<b>48,875</b>	39,868

Amounts due from banks, at 31 December 2007, included receivables with regard to securities which have been acquired in reverse repurchase transactions amounting to EUR 2,472 million (2006: EUR 2,249 million) and assets held under finance lease contracts amounting to EUR 232 million (2006: EUR 277 million).

As at 31 December 2007, the non-subordinated receivables amounted to EUR 48,705 million (2006: EUR 39,774 million), and the subordinated receivables amounted to EUR 170 million (2006: EUR 94 million).

No individual amount due from banks has terms and conditions that materially affect the amount, timing or certainty of consolidated cash flows of the Group. For details on significant concentrations see 'Risk management' section.

**3 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT AND LOSS****Financial assets at fair value through profit and loss**

	2007	2006
Trading assets	<b>193,213</b>	193,977
Investments for risk of policyholders	<b>114,827</b>	110,547
Non-trading derivatives	<b>7,637</b>	6,521
Designated as at fair value through profit and loss	<b>11,453</b>	6,425
	<b>327,130</b>	317,470

**Trading assets by type**

	2007	2006
Equity securities	<b>11,112</b>	14,717
Debt securities	<b>37,345</b>	38,287
Derivatives	<b>28,592</b>	22,514
Loans and receivables	<b>116,164</b>	118,459
	<b>193,213</b>	193,977

As at 31 December 2007, the balance sheet value included equity securities which were lent or sold in repurchase transactions amounting to EUR 4 million (2006: EUR 13 million) and nil (2006: nil), respectively. As at 31 December 2007, the balance sheet value included debt securities which were lent or sold in repurchase transactions amounting to EUR 386 million (2006: EUR 42 million) and EUR 629 million (2006: EUR 4,303 million), respectively.

### Investments for risk of policyholders by type

	2007	2006
Equity securities	106,061	102,775
Debt securities	7,398	7,100
Loans and receivables	122	59
Other	1,246	613
	<b>114,827</b>	110,547

In 2007 none of the changes in the fair value of the loans and receivables included in Investments for risk of policyholders are attributable to changes in the credit risk of the financial assets (2006: nil), or cumulatively (2006: nil).

The fair value of credit derivatives included in trading assets and held to mitigate exposure to credit risk was EUR –7 million (2006: nil), and the change in their fair value in the period was EUR –7 million (2006: nil).

The cost of investments for risk of policyholders as at 31 December 2007 was EUR 105,625 million (2006: EUR 98,863 million).

Investments in investment funds (with underlying investments in debt, equity securities, real estate and derivatives) are included under equity securities.

### Non-trading derivatives by type

	2007	2006
Derivatives used in:		
– fair value hedges	1,952	1,080
– cash flow hedges	3,417	3,617
– hedges for net investments in foreign operations	281	3
Other non-trading derivatives	1,987	1,821
	<b>7,637</b>	6,521

### Designated as at fair value through profit and loss by type

	2007	2006
Equity securities	306	193
Debt securities	8,774	4,744
Loans and receivables	428	306
Other	1,945	1,182
	<b>11,453</b>	6,425

In 2007 none of the changes in the fair value of the loans and receivables designated as at fair value through profit and loss are attributable to changes in the credit risk of the financial assets (2006: nil), or cumulatively (2006: nil).

The fair value of credit derivatives included in non-trading derivatives and held to mitigate exposure to credit risk on debt securities was EUR –10 million (2006: EUR –2 million), and the change in their fair value in the period was nil (2006: nil).

As at 31 December 2007, trading assets include receivables of EUR 114,897 million (2006: EUR 118,053 million) with regard to reverse repurchase transactions.

Other includes alternative asset investments and limited partnerships.