

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
	114,827	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
	7,637	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
	11,453	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.

2.1 Consolidated annual accounts

Notes to the consolidated balance sheet of ING Group (continued)

4 INVESTMENTS

Investments by type

	2007	2006
Available-for-sale		
– equity securities	19,947	18,225
– debt securities	255,950	275,696
	275,897	293,921
Held-to-maturity		
– debt securities	16,753	17,660
	16,753	17,660
	292,650	311,581

Changes in investments – available-for-sale and held-to-maturity

	Available-for-sale equity securities		Available-for-sale debt securities		2007	Held-to-maturity		Total 2006
	2007	2006	2007	2006		2006	2007	
Opening balance	18,225	16,466	275,696	289,241	17,660	18,937	311,581	324,644
Additions	7,788	6,395	275,497	281,452			283,285	287,847
Amortisation			-181	-309	-59		-240	-309
Transfers	512	-294	-1,417	-249		110	-905	-433
Changes in the composition of the group	-536	-26	-2,903	-9,653			-3,439	-9,679
Changes in unrealised revaluations	3,379	1,956	-6,284	-5,177			-2,905	-3,221
Impairments and reversals	-53	-42	-133	36			-186	-6
Disposals and redemptions	-9,093	-5,782	-272,106	-266,200	-822	-1,342	-282,021	-273,324
Exchange rate differences	-275	-448	-12,219	-13,445	-26	-45	-12,520	-13,938
Closing balance	19,947	18,225	255,950	275,696	16,753	17,660	292,650	311,581

Included in transfers of available-for-sale and held-to-maturity investments

	Available-for-sale equity securities		Available-for-sale debt securities		2007	Held-to-maturity		Total 2006
	2007	2006	2007	2006		2006	2007	
To/from available-for-sale	21	49	-21	-12				37
To/from loans and advances	-1		-6	-122			-7	-122
To/from fair value through profit and loss	52	-118	-1,386	-164			-1,334	-282
To/from Investment in associates	438	-197					438	-197
To/from Other assets/ Other liabilities	2	-28	-4	49		110	-2	131
	512	-294	-1,417	-249		110	-905	-433

The reclassification from Available-for-sale debt securities to Financial assets designated as at fair value through profit and loss relates to debt securities backing insurance contracts where current market assumptions were implemented in the measurement of the insurance contracts.