

## 2.1 Consolidated annual accounts

# Consolidated statement of cash flows of ING Group for the years ended 31 December

amounts in millions of euros		2007	2006	2005
Profit before tax		<b>11,043</b>	9,940	8,894
Adjusted for				
	– depreciation	<b>1,382</b>	1,298	1,278
	– deferred acquisition costs and VOBA	<b>-1,338</b>	-1,317	-1,141
	– increase in provisions for insurance and investment contracts	<b>26,494</b>	17,689	21,250
	– addition to loan loss provisions	<b>125</b>	103	88
	– other	<b>-3,897</b>	-4,778	-1,282
Taxation paid		<b>-1,347</b>	-1,739	-1,398
Changes in				
	– amounts due from banks, not available on demand	<b>-8,690</b>	3,117	-720
	– trading assets	<b>2,997</b>	-48,168	-29,925
	– non-trading derivatives	<b>261</b>	-179	2,596
	– other financial assets at fair value through profit and loss	<b>-4,878</b>	3,930	-2,193
	– loans and advances to customers	<b>-75,501</b>	-59,800	-62,709
	– other assets	<b>-6,534</b>	1,218	-7,551
	– amounts due to banks, not payable on demand	<b>15,414</b>	1,925	19,405
	– customer deposits and other funds on deposit	<b>28,640</b>	47,521	62,089
	– trading liabilities	<b>20,916</b>	38,821	13,442
	– other financial liabilities at fair value through profit and loss	<b>44</b>	2,405	8,398
	– other liabilities	<b>6,577</b>	-2,416	3,568
Net cash flow from operating activities		<b>11,708</b>	9,570	34,089
Investments and advances				
	– group companies	<b>-3,215</b>	-2,358	-250
	– associates	<b>-1,221</b>	-449	-858
	– available-for-sale investments	<b>-284,006</b>	-295,086	-260,769
	– held-to-maturity investments			-1,030
	– real estate investments	<b>-876</b>	-1,588	-1,156
	– property and equipment	<b>-575</b>	-568	-540
	– assets subject to operating leases	<b>-1,393</b>	-1,164	-991
	– investments for risk of policyholders	<b>-54,438</b>	-44,116	-41,781
	– other investments	<b>-316</b>	-250	-164
Disposals and redemptions				
	– group companies	<b>1,012</b>	490	703
	– associates	<b>1,049</b>	459	1,058
	– available-for-sale investments	<b>281,198</b>	271,983	218,847
	– held-to-maturity investments	<b>822</b>	1,343	245
	– real estate investments	<b>309</b>	1,294	1,030
	– property and equipment	<b>151</b>	292	483
	– assets subject to operating leases	<b>417</b>	402	391
	– investments for risk of policyholders	<b>47,136</b>	37,945	34,464
	– other investments	<b>13</b>	51	13
Net cash flow from investing activities <b>51</b>		<b>-13,933</b>	-31,320	-50,305
Proceeds from issuance of subordinated loans		<b>1,764</b>	865	1,901
Repayments of subordinated loans			-600	-177
Proceeds from borrowed funds and debt securities		<b>455,629</b>	304,228	237,340
Repayments of borrowed funds and debt securities		<b>-464,982</b>	-283,728	-229,498
Issuance of ordinary shares		<b>397</b>	5	114
Payments to acquire treasury shares		<b>-3,446</b>	-1,422	-303
Sales of treasury shares		<b>846</b>	373	55
Dividends paid		<b>-3,039</b>	-2,716	-2,461
Net cash flow from financing activities		<b>-12,831</b>	17,005	6,971
Net cash flow <b>52</b>		<b>-15,056</b>	-4,745	-9,245
Cash and cash equivalents at beginning of year		<b>-1,795</b>	3,335	11,588
Implementation IAS 32/39				692
Effect of exchange rate changes on cash and cash equivalents		<b>40</b>	-385	300
Cash and cash equivalents at end of year <b>53</b>		<b>-16,811</b>	-1,795	3,335

Cash and cash equivalents at 31 December 2007 of EUR –16,811 million includes cash and balances with central banks of EUR 12,406 million. Reference is made to Note 53 'Cash and cash equivalents'.

References relate to the notes starting on page 180 which form an integral part of the consolidated annual accounts.