



CONDENSED FINANCIAL REPORT
for the year ended 31 December 2010

NIBC Bank N.V.
9 March 2011

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Consolidated income statement

for the year ended 31 December

NIBC Bank N.V.

IN EUR MILLIONS	NOTE	2010	2009
Net interest income		132	64
Net fee and commission income		26	32
Dividend income		10	30
Net trading income	2	92	205
Gains less losses from financial assets	3	44	(19)
Share in result of associates		3	5
Other operating income		77	35
OPERATING INCOME		384	352
Personnel expenses and share-based payments	4	132	99
Other operating expenses		70	71
Depreciation and amortisation		19	17
OPERATING EXPENSES		221	187
Impairments of financial assets	5	75	124
TOTAL EXPENSES		296	311
PROFIT BEFORE TAX		88	41
Tax	6	8	(2)
PROFIT AFTER TAX		80	43
Result attributable to non-controlling interests		4	(1)
NET PROFIT ATTRIBUTABLE TO PARENT SHAREHOLDER		76	44

Consolidated statement of comprehensive income

for the year ended 31 December

NIBC Bank N.V.

IN EUR MILLIONS	2010			2009		
	Before tax	Tax charge/ (credit)	After tax	Before tax	Tax charge/ (credit)	After tax
PROFIT FOR THE YEAR	88	8	80	41	(2)	43
OTHER COMPREHENSIVE INCOME						
Net result on hedging instruments	42	15	27	(47)	(12)	(35)
Revaluation loans and receivables	18	5	13	49	12	37
Revaluation equity investments	3	2	1	(11)	(2)	(9)
Revaluation debt investments	(3)	1	(4)	17	3	14
Revaluation property, plant and equipment	-	-	-	-	-	-
TOTAL OTHER COMPREHENSIVE INCOME	60	23	37	8	1	7
TOTAL COMPREHENSIVE INCOME	148	31	117	49	(1)	50
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO						
Parent shareholder	144	31	113	50	(1)	51
Non-controlling interests	4	-	4	(1)	-	(1)
TOTAL COMPREHENSIVE INCOME	148	31	117	49	(1)	50

Consolidated balance sheet

at 31 December

NIBC Bank N.V.

IN EUR MILLIONS	NOTE	2010	2009
Assets			
FINANCIAL ASSETS AT AMORTISED COST			
Cash and balances with central banks		1,314	1,353
Due from other banks		1,698	3,094
Loans and receivables			
Loans	7	7,005	6,633
Debt investments	8	566	581
Securitised loans	9	614	616
FINANCIAL ASSETS AT AVAILABLE FOR SALE			
Equity investments		72	94
Debt investments	10	1,190	714
FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (INCLUDING TRADING)			
Loans	11	1,074	1,103
Residential mortgages own book	12	4,429	5,817
Securitised residential mortgages	13	5,338	4,783
Debt investments	14	572	804
Enhanced investments	15	5	53
Equity investments (including investments in associates)		269	215
Derivative financial assets held for trading		3,113	2,816
Derivative financial assets used for hedging		360	242
OTHER			
Investments in associates (equity method)		30	35
Intangible assets		117	40
Property, plant and equipment		101	101
Investment property		26	28
Current tax		4	14
Other assets		112	53
TOTAL ASSETS		28,009	29,189

Consolidated balance sheet

at 31 December

NIBC Bank N.V.

IN EUR MILLIONS	NOTE	2010	2009
Liabilities			
FINANCIAL LIABILITIES AT AMORTISED COST			
Due to other banks		1,354	2,601
Deposits from customers		4,781	4,332
Own debt securities in issue	16	8,209	8,836
Debt securities in issue related to securitised mortgages	17	5,562	5,231
FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS (INCLUDING TRADING)			
Own debt securities in issue	18	46	85
Debt securities in issue structured	19	2,120	2,453
Derivative financial liabilities held for trading		3,334	3,133
Derivative financial liabilities used for hedging		48	80
OTHER FINANCIAL LIABILITIES			
Other liabilities		225	214
Deferred tax		34	22
Employee benefits		5	5
SUBORDINATED LIABILITIES			
Amortised cost	20	119	132
Fair value through profit or loss	21	369	369
TOTAL LIABILITIES		26,206	27,493
SHAREHOLDER'S EQUITY			
Share capital	23	80	80
Other reserves		318	281
Retained earnings		1,329	1,273
Net profit attributable to parent shareholder		76	44
Interim dividend paid		(22)	-
TOTAL PARENT SHAREHOLDER'S EQUITY		1,781	1,678
Non-controlling interests		22	18
TOTAL SHAREHOLDER'S EQUITY		1,803	1,696
TOTAL LIABILITIES AND SHAREHOLDER'S EQUITY		28,009	29,189

Consolidated statement of changes in shareholder's equity

NIBC Bank N.V.

IN EUR MILLIONS	Attributable to parent shareholder				Total	Non-controlling interests	Total shareholder's equity
	Share capital	Other reserves ¹	Retained earnings	Net profit			
BALANCE AT 1 JANUARY 2009	80	274	1,175	92	1,621	17	1,638
Transfer net profit of 2008 to retained earnings	-	-	92	(92)	-	-	-
Total comprehensive income for the year ended 31 December 2009	-	7	-	44	51	(1)	50
Capital contribution of third parties in a subsidiary controlled by NIBC	-	-	-	-	-	2	2
Capital contribution share-based payments	-	-	6	-	6	-	6
Interim dividend paid	-	-	-	-	-	-	-
Net investment hedge foreign entities	-	-	-	-	-	-	-
BALANCE AT 31 DECEMBER 2009	80	281	1,273	44	1,678	18	1,696

IN EUR MILLIONS	Attributable to parent shareholder				Total	Non-controlling interests	Total shareholder's equity
	Share capital	Other reserves ¹	Retained earnings	Net profit			
BALANCE AT 1 JANUARY 2010	80	281	1,273	44	1,678	18	1,696
Transfer net profit of 2009 to retained earnings	-	-	44	(44)	-	-	-
Total comprehensive income for the year ended 31 December 2010	-	37	-	76	113	4	117
Capital contribution of third parties in a subsidiary controlled by NIBC	-	-	-	-	-	-	-
Capital contribution share-based payments	-	-	6	-	6	-	6
Interim dividend paid ²	-	-	-	(22)	(22)	-	(22)
Net investment hedge foreign entities	-	-	6	-	6	-	6
BALANCE AT 31 DECEMBER 2010	80	318	1,329	54	1,781	22	1,803

1. Other reserves include share premium, hedging reserve and revaluation reserve.

2. Ordinary interim dividend paid in 2010 to equity holder.

Condensed consolidated statement of cash flows

for the year ended 31 December

NIBC Bank N.V.

IN EUR MILLIONS	2010	2009
Cash flows from operating activities	(257)	(379)
Cash flows from investing activities	(92)	(8)
Cash flows from financing activities	(1,034)	1,927
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	(1,383)	1,540

IN EUR MILLIONS	2010	2009
CASH AND CASH EQUIVALENTS AT 1 JANUARY	3,387	1,847
Net increase/(decrease) in cash and cash equivalents	(1,383)	1,540
CASH AND CASH EQUIVALENTS AT 31 DECEMBER	2,004	3,387

IN EUR MILLIONS	2010	2009
RECONCILIATION OF CASH AND CASH EQUIVALENTS:		
Cash and balances with central banks	1,314	1,353
Due from other banks (maturity three months or less)	690	2,034
	2,004	3,387

Accounting Policies

General information

NIBC Bank N.V. (NIBC), together with its subsidiaries (NIBC or the group) is a Dutch bank that offers integrated solutions to corporate clients in the Benelux and Germany through a combination of advising, financing and co-investing. NIBC is also a meaningful player in a select number of clearly defined asset classes. It employs its expertise to provide asset financing in sectors such as corporate lending, leveraged finance, shipping, oil & gas services, infrastructure and renewables and commercial real estate. NIBC's clients are corporations, financial institutions, institutional investors, financial sponsors, family offices and entrepreneurial investors. NIBC has offices in The Hague, Brussels, Frankfurt, London and Singapore.

NIBC is domiciled in The Netherlands, and is a 100% subsidiary of NIBC Holding N.V. (NIBC Holding).

Where necessary, comparative figures have been adjusted to conform to changes in presentation in the current year.

Basis of preparation

The group's condensed financial report over the financial year 2010 should be read in conjunction with NIBC's consolidated financial statements for the year ended 31 December 2009. The same accounting policies and methods of computation are followed in this condensed financial report over the financial year 2010 as were applied in the preparation of the consolidated financial statements for the year ended 31 December 2009, except where applicable, for the impact for the adoption of the standards and interpretations described below.

IFRS 3 (Revised), 'Business Combinations', and consequential amendments to IAS 27, 'Consolidated and separate financial statements', IAS 28, 'Investments in associates', and IAS 31, 'Interests in joint ventures', are effective prospectively to business combinations for which the acquisition date is on or after the beginning of the first annual reporting beginning on or after 1 July 2009.

The revised standard continues to apply the acquisition method to business combinations but with some significant changes compared with IFRS 3. For example, all payments to purchase a business are recorded at fair value at the acquisition date, with contingent payments classified as debt subsequently remeasured through the income statement. There is a choice on an acquisition-by-acquisition basis to measure the non-controlling interest in the acquiree either at fair value or at the non-controlling interest's proportionate share of the acquiree's net assets. All acquisition-related costs are expensed.

IAS 27 (Revised) requires the effects of all transactions with non-controlling interests to be recorded in equity if there is no change in control and these transactions will no longer result in goodwill or gains and losses. The standard also specifies the accounting when control is lost. Any remaining interest in the entity is re-measured to fair value, and a gain or loss is recognised in profit or loss. IAS 27 (Revised) has had no material impact on the current period, as none of the non-controlling interests have a deficit balance; there have been no transactions whereby an interest in an entity is retained after the loss of control of that entity, and there have been no material transactions with non-controlling interests.

Adoption of amendments to the following standards and interpretations applicable to this accounting period did not have an impact on the accounting policies, financial position and performance of NIBC.

IFRS 1 (Amendment), 'Additional exemptions for first time adopters'; IFRS 2 (Amendment), 'Group cash-settled share-based payment transactions', Improvements to IFRSs 2009, IAS 39 (Amendment) 'Financial Instruments: Recognition and Measurement' - Eligible hedged items, *International Financial Reporting Interpretations Committee (IFRIC) 17*, 'Distribution of non-cash assets to owners' and IFRS 1 (Revised), 'First-Time Adoption of IFRS'.

1. Segment report

NIBC Bank N.V.

The segment information has been prepared in accordance with IFRS 8, operating segments, which defines requirements for the disclosure of financial information of an entity's operating segments.

Identification of segments

IFRS 8 requires operating segments to be identified on the basis of internal management reports on components of the entity that are regularly reviewed by the chief operating decision-maker in order to allocate resources to the segment and to assess segment performance.

NIBC is comprised of the following operating segments:

- Merchant Banking; and
- Specialised Finance.

Segment information for these two operating segments is presented in these condensed financial report on the same basis as used for internal management reporting within NIBC.

Merchant Banking enables corporate clients, financial institutions, entrepreneurial investors and family offices to grow their businesses, by providing clients with access to NIBC's investment banking products, like M&A advisory, lending and equity/mezzanine financing. Merchant Banking's franchise is built on offering integrated solutions to clients. These integrated solutions are based on NIBC's established 'triple play' model of advising, financing and co-investing with clients.

NIBC's sector experts share ideas and market knowledge on specific sectors in the Benelux and Germany - including food, agri & retail services; technology, media & services; manufacturing, automotive & industrials - for the benefit of clients.

Specialised Finance combines expertise in specific asset classes with NIBC's balance sheet and capital markets capabilities to provide solutions to clients. It focuses on asset and project financing in the segments, shipping, oil & gas, infrastructure & renewables and commercial real estate. The retail activities in residential mortgages and savings (via NIBC Direct) are also incorporated in Specialised Finance.

As of 1 January 2010, some client related portfolios, which - until then - were managed together by Merchant Banking and Specialised Finance, were assigned to one of the segments. For comparison purposes, the 2009 figures were adjusted and aligned with the way the operating segments are set up as of 1 January 2010.

IFRS 8 requires the disclosure of the information used by the chief operating decision-maker to allocate resources and to assess performance. Management reporting within NIBC is based on IFRS. Segment reporting under IFRS 8 requires a presentation of the segment results based on management reporting methods and a reconciliation between the results of the operating segments and the condensed financial report.

The following table presents the results of the operating segments, including a reconciliation to the consolidated results under IFRS for the years ended 31 December 2010 and 31 December 2009.

	Operating segments ¹				Total (internal management report)		Consolidation effects ²		Total (condensed financial report)	
	Merchant Banking		Specialised Finance		2010	2009	2010	2009	2010	2009
IN EUR MILLIONS	2010	2009	2010	2009	2010	2009	2010	2009	2010	2009
Net interest income	81	71	61	1	142	72	(10)	(8)	132	64
Net fee and commission income	20	27	5	5	26	32	-	-	26	32
Dividend income	10	4	1	26	10	30	-	-	10	30
Net trading income	7	(2)	84	209	91	207	1	(1)	92	205
Gains less losses from financial assets	50	(21)	-	(5)	50	(26)	(6)	7	44	(19)
Share in result of associates	2	-	2	4	3	5	-	-	3	5
Other operating income	1	1	-	1	1	1	76	34	77	35
OPERATING INCOME	170	79	153	242	323	321	61	32	384	352
OPERATING EXPENSES	78	66	85	87	163	154	58	33	221	187
Impairments of financial assets	32	96	43	28	75	124	-	-	75	124
TOTAL EXPENSES	110	163	128	115	238	278	58	33	296	311
RESULT BEFORE TAX	60	(84)	25	127	85	42	3	(1)	88	41
Tax	3	(22)	3	21	6	(1)	3	(1)	8	(2)
RESULT AFTER TAX	58	(62)	22	106	80	43	-	-	80	43
Average allocated economic capital	393	471	1,007	929	1,400	1,400	-	-	1,400	1,400
Average unallocated capital	-	-	140	76	140	76	-	-	140	76
Segment assets	2,464	2,421	25,351	26,639	27,814	29,060	195	129	28,009	29,189
Segment liabilities	2,303	2,280	23,706	25,092	26,009	27,373	197	120	26,206	27,493

1. Small differences are possible in the table due to rounding.

2. Concerning controlled non-financial companies included in the consolidation.

Transactions between segments are conducted at arm's length. The funding requirements of each segment reflect funding at market interest rates. Segment revenues, expenses, results, assets and liabilities include items directly attributable to a segment as well as those that can be allocated on a reasonable basis.

The items displayed under 'consolidation effects' refer to entities over which Merchant Banking has control. IFRS requires NIBC to consolidate these entities. The internal management report differs from this, as the investments in these entities are non-strategic and the activities of these entities are non-financial. Therefore, in the income statement of Merchant Banking, only NIBC's share in the net result of these entities is included in the line-item 'gains less losses from financial assets'. Subsequently, under 'consolidation effects' this is eliminated and replaced by the figures of these entities used in this condensed financial report of NIBC Bank N.V.

In the income statement of Merchant Banking and Specialised Finance the following allocations are made:

- All expenses relating to Risk Management, Corporate Center and the Managing Board are allocated to the two segments based on the number of direct full-time equivalents (FTEs) in each segment. Total operating expenses relating to support and overhead amounted to EUR 73 million in 2010 (2009: EUR 63 million);
- All income and expenses related to Treasury activities are included in Specialised Finance, with the exception of income from NIBC's strategic mismatch position, which is allocated equally to the two operating segments. Income from NIBC's strategic mismatch position amounted to EUR 29 million in 2010 (2009: EUR 28 million); and
- During 2010, an average of EUR 393 million of economic capital was allocated from Specialised Finance to Merchant Banking (2009: EUR 471 million). The benefit for Merchant Banking in net interest income related to this economic capital amounted to EUR 12 million (2009: EUR 14 million).

Besides the allocations mentioned above, there are no further inter-segment revenues and expenses in 2010 and 2009.

NIBC generated 84% of its revenues in the Netherlands (2009: 99%) and 16% abroad (2009: 1%).

2. Net trading income

NIBC Bank N.V.

Net trading income in 2010 of EUR 92 million reflects EUR 59 million of realised net gains on disposals of assets and liabilities (including repurchased liabilities) and EUR 33 million of net gains due to mark to market movements on assets and liabilities held for trading or designated at fair value through profit or loss.

3. Gains less losses from financial assets

IN EUR MILLIONS	2010	2009
Equity investments		
GAINS LESS LOSSES FROM EQUITY INVESTMENTS (AVAILABLE FOR SALE)		
Net gain/(losses) on disposal	4	1
Net revaluation gain/(losses) transferred from equity on disposal	(1)	1
Impairment losses equity investments	(2)	(9)
INVESTMENTS IN ASSOCIATES (EQUITY METHOD)		
Impairment losses investments in associates	(1)	(5)
Gains less losses from associates (fair value through profit or loss)	35	(7)
Gains less losses from other equity investments (fair value through profit or loss)		
	8	-
	43	(19)
Debt investments		
Gains less losses from debt investments (available for sale)	1	-
	1	-
	44	(19)

Impairment losses relating to debt investments (available for sale), are presented under impairments of financial assets (see note 5).

4. Personnel expenses and share-based payments

NIBC Bank N.V.

The number of FTEs (excluding FTEs of non-financial companies included in the consolidation) increased from 644 at 31 December 2009 to 669 at 31 December 2010.

5. Impairments of financial assets

NIBC Bank N.V.

IN EUR MILLIONS	2010	2009
IMPAIRMENTS		
Loans classified as amortised cost	90	101
Debt investments classified as amortised cost	5	13
Debt investments classified as available for sale	-	18
	95	132
REVERSALS OF IMPAIRMENTS		
Loans classified as amortised cost	(15)	(10)
Debt investments classified as amortised cost	(2)	-
Debt investments classified as available for sale	(2)	-
	(19)	(10)
Other	(1)	2
	75	124

6. Tax

NIBC Bank N.V.

IN EUR MILLIONS	2010	2009
TAX DIFFERENCES CAN BE ANALYSED AS FOLLOWS:		
PROFIT BEFORE TAX	88	41
Tax calculated at the nominal Dutch corporate tax rate of 25.5% (2009: 25.5%)	22	11
Effect of different tax rates in other countries	-	(2)
Impact of income not subject to tax	(11)	(4)
Impact of expenses not deductible for tax purposes	2	1
RESULT FINAL TAX ASSESSMENT PREVIOUS YEARS		
The Netherlands	(5)	(5)
United Kingdom	-	(3)
Belgium	-	-
Germany	-	1
Singapore	-	(1)
	8	(2)
Effective tax rate	9.0%	(4.9%)

The impact of income not subject to tax mainly relates to income from equity investments and investments in associates, in which NIBC has a stake of more than 5%, being income that is tax exempt under Dutch tax law. NIBC Holding N.V. is the parent company of NIBC Bank N.V., NIBC Investments N.V. and NIBC Investment Management N.V., which are all part of the same fiscal entity.

7. Financial assets - Loans and receivables (amortised cost)

NIBC Bank N.V.

IN EUR MILLIONS	2010	2009
Loans		
Loans	7,005	6,633
	7,005	6,633
IN EUR MILLIONS	2010	2009
THE LEGAL MATURITY ANALYSIS OF LOANS IS ANALYSED AS FOLLOWS:		
Three months or less	810	755
Longer than three months but not longer than one year	525	324
Longer than one year but not longer than five years	2,931	2,865
Longer than five years	2,739	2,689
	7,005	6,633

In 2010, impairment balances on loans at amortised cost increased by EUR 10 million. This increase consists of EUR 90 million of additional allowances, EUR -13 million of amounts released, EUR -66 million of write-offs, EUR -3 million of unwinding of discount adjustments and EUR 2 million due to foreign currency translation. In 2009, impairment balances on loans at amortised cost increased by EUR 39 million. This increase consists of EUR 101 million of additional allowances, EUR -10 million of amounts released, EUR -52 million of write-offs, EUR -1 million of unwinding of discount adjustments and EUR 1 million due to foreign currency translation.

If NIBC had fair valued the loans classified at amortised cost using the valuation methodology applied to loans designated as available for sale as per 31 December 2010, then the carrying amount would decrease at the balance sheet date by EUR 198 million (31 December 2009: EUR 447 million). This decrease would reflect both changes due to interest rates and credit spreads. NIBC hedges its interest rate risk from these assets.

As of 1 July 2008, NIBC reclassified financial assets (application of amendments to IAS 39 and IFRS 7) from available for sale to loans and receivables. At the date of reclassification NIBC had the intention and ability to hold these reclassified loans and receivables for the foreseeable future or until maturity. NIBC believes that the deterioration of the world's financial markets that occurred during the course of 2008 represents a rare circumstance that allows such a reclassification.

The following table discloses the fair value and carrying value of the financial assets reclassified as of 1 July 2008 to loans at amortised cost:

IN EUR MILLIONS	Fair value on date of reclassification	Carrying value as per 31 December 2010	Fair value as per 31 December 2010
Loan portfolio reclassified from available for sale category	2,663	2,677	2,577

The effective interest rates on financial assets reclassified into loans and receivables as at the date of reclassification - 1 July 2008 - ranged from 5% to 9% with expected recoverable cash flows of EUR 3,470 million. Ranges of effective interest rates were determined based on weighted average rates.

8. Financial assets - Loans and receivables (amortised cost)
Debt investments

NIBC Bank N.V.

IN EUR MILLIONS	2010	2009
Debt investments	566	581
	566	581

IN EUR MILLIONS	2010	2009
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THE LEGAL MATURITY ANALYSIS OF DEBT INVESTMENTS IS ANALYSED AS FOLLOWS:

Three months or less	-	-
Longer than three months but not longer than one year	1	-
Longer than one year but not longer than five years	33	28
Longer than five years	532	553
	566	581

In 2010 a total impairment was taken of EUR 3 million (2009: EUR 13 million).

If NIBC had fair valued the debt investments classified as amortised cost using the valuation methodology applied to debt investments at held for trading or available for sale as per 31 December 2010, the carrying amount would decrease at the balance sheet date by EUR 93 million (2009: EUR 168 million). This decrease would reflect both changes due to interest rates and credit spreads. NIBC hedges its interest rate risk from these assets.

As of 1 July 2008, NIBC reclassified financial assets (application of amendments to IAS 39 and IFRS 7) from held for trading and available for sale to loans and receivables. At the date of reclassification NIBC had the intention and ability to hold these reclassified financial assets for the foreseeable future or until maturity. NIBC believes that the deterioration of the world's financial markets that occurred during the course of 2008 represents a rare circumstance that allows such a reclassification.

The following table discloses the fair value and carrying value of the financial assets reclassified as of 1 July 2008 to debt investments at amortised cost:

IN EUR MILLIONS	Fair value on date of reclassification	Carrying value as per 31 December 2010	Fair value as per 31 December 2010
DEBT INVESTMENTS RECLASSIFIED FROM:			
Held for trading category	487	411	324
Available for sale category	115	104	98

The effective interest rates on held for trading assets reclassified into debt investments at amortised cost as at the date of reclassification - 1 July 2008 - ranged from 1% to 20% with expected recoverable cash flows of EUR 745 million.

The effective interest rates on available for sale debt investments as at the date of reclassification - on 1 July 2008 - ranged from 5% to 8% with expected recoverable cash flows of EUR 167 million. Ranges of effective interest rates were determined based on weighted average rates.

9. Financial assets - Loans and receivables (amortised cost)
Securitised loans

NIBC Bank N.V.

IN EUR MILLIONS	2010	2009
Securitised loans	614	616
	614	616

IN EUR MILLIONS	2010	2009
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THE LEGAL MATURITY ANALYSIS OF SECURITISED LOANS IS ANALYSED AS FOLLOWS:

Three months or less	2	2
Longer than three months but not longer than one year	-	-
Longer than one year but not longer than five years	-	-
Longer than five years	612	614
	614	616

No impairments were recorded in 2010 or 2009 on securitised loans at amortised cost.

If NIBC had fair valued the securitised loans classified as amortised cost using the valuation methodology applied to loans designated as available for sale as per 31 December 2010, then the balance sheet amount would decrease at the balance sheet date by EUR 52 million (2009: EUR 102 million). The fair value reflects movements due to both interest rate changes and credit spread changes. NIBC hedges its interest rate risk from these assets.

10. Financial assets (available for sale)**NIBC Bank N.V.****Debt investments**

IN EUR MILLIONS	2010	2009
Debt investments	1,190	714
	1,190	714

IN EUR MILLIONS	2010	2009
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THE LEGAL MATURITY ANALYSIS OF DEBT INVESTMENTS IS ANALYSED AS FOLLOWS:

Three months or less	16	28
Longer than three months but not longer than one year	230	170
Longer than one year but not longer than five years	548	461
Longer than five years	396	55
	1,190	714

In 2010, there was a reversal of impairment of EUR 2 million. In 2009, impairment losses on debt investments amounted EUR 18 million.

As of 1 July 2008, NIBC reclassified non-derivative trading financial assets (application of amendments to IAS 39 and IFRS 7), which do not meet the definition of loans and receivables and are no longer held for the purpose of selling them in the near term, from held for trading to available for sale. NIBC believes that the deterioration of the world's financial markets that occurred in the course of 2008 represents a rare circumstance that allows such a reclassification.

The following table discloses the fair value and carrying value of the financial assets reclassified to debt investments at available for sale as per 1 July 2008:

IN EUR MILLIONS	Fair value on date of reclassification	Carrying value as per 31 December 2010	Fair value as per 31 December 2010
Debt investments reclassified from held for trading category	28	3	3

The effective interest rates on trading assets reclassified into debt investments available for sale as at the date of reclassification - 1 July 2008 - ranged from 13% to 26% with expected recoverable cash flows of EUR 62 million. Ranges of effective interest rates were determined based on weighted average rates.

11. Financial assets (designated at fair value through profit or loss)**NIBC Bank N.V.****Loans**

IN EUR MILLIONS	2010	2009
Loans to corporate entities	1,074	1,103
	1,074	1,103

IN EUR MILLIONS	2010	2009
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THE LEGAL MATURITY ANALYSIS OF LOANS IS ANALYSED AS FOLLOWS:

Three months or less	3	3
Longer than three months but not longer than one year	32	-
Longer than one year but not longer than five years	573	618
Longer than five years	466	482
	1,074	1,103

12. Financial assets (designated at fair value through profit or loss) **NIBC Bank N.V.**
Residential mortgages own book

IN EUR MILLIONS	2010	2009
Residential mortgages own book	4,429	5,817
	4,429	5,817

IN EUR MILLIONS	2010	2009
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THE LEGAL MATURITY ANALYSIS OF RESIDENTIAL MORTGAGES OWN BOOK IS ANALYSED AS FOLLOWS:

Three months or less	22	16
Longer than three months but not longer than one year	12	27
Longer than one year but not longer than five years	39	80
Longer than five years	4,356	5,694
	4,429	5,817

IN EUR MILLIONS	2010	2009
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THE MOVEMENT IN RESIDENTIAL MORTGAGES OWN BOOK MAY BE SUMMARISED AS FOLLOWS:

BALANCE AT 1 JANUARY	5,817	6,201
Additions (including repurchases from consolidated SPEs)	977	156
Disposals (sale and redemption, including replenishment of consolidated SPEs)	(2,381)	(537)
Changes in fair value	16	(3)
BALANCE AT 31 DECEMBER	4,429	5,817

The changes in fair value in the table above reflect movements due to both interest rate changes and credit spread changes. As NIBC hedges its interest rate risk from these assets, the movement due to interest rate changes is compensated with results on financial derivatives.

Interest income from residential mortgages own book is recognised in net interest income based on the effective interest rate. Fair value movements are recognised in net trading income.

The maximum credit exposure including committed but undrawn facilities is EUR 4,438 million (2009: EUR 5,836 million).

At 31 December 2010, no credit protection was in place in connection with NIBC's residential mortgages own book (2009: EUR 711 million by means of a guarantee structured in a synthetic securitisation).

13. Financial assets (designated at fair value through profit or loss) **NIBC Bank N.V.**
Securitised residential mortgages

IN EUR MILLIONS	2010	2009
Securitised residential mortgages	5,338	4,783
	5,338	4,783

IN EUR MILLIONS	2010	2009
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THE LEGAL MATURITY ANALYSIS OF SECURITISED RESIDENTIAL MORTGAGES IS ANALYSED AS FOLLOWS:

Three months or less	1	1
Longer than three months but not longer than one year	1	1
Longer than one year but not longer than five years	15	12
Longer than five years	5,321	4,769
	5,338	4,783

IN EUR MILLIONS	2010	2009
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THE MOVEMENT IN SECURITISED RESIDENTIAL MORTGAGES MAY BE SUMMARISED AS FOLLOWS:

BALANCE AT 1 JANUARY	4,783	5,250
Additions	1,847	-
Disposals (sale and/or redemption)	(1,365)	(497)
Changes in fair value	73	30
BALANCE AT 31 DECEMBER	5,338	4,783

The changes in fair value in the previous table reflect movements due to both interest rate changes and credit spread changes. As NIBC hedges its interest rate risk from these assets, the movement due to interest rate changes is compensated with results on financial derivatives.

Interest income from securitised residential mortgages is recognised in interest and similar income at the effective interest rate. Fair value movements (excluding interest) are recognised in net trading income.

At 31 December 2010, securitised residential mortgages in the amount of EUR 5,338 million (2009: EUR 4,783 million) were pledged as collateral for NIBC's own liabilities.

The maximum credit exposure is EUR 5,338 million at 31 December 2010 (31 December 2009: EUR 4,783 million).

Securitised residential mortgages are retained on NIBC's balance sheet based on the risks and rewards NIBC retains in the SPEs issuing the mortgage-backed notes. Risks and rewards can be retained by NIBC by (amongst others) retaining issued notes, providing overcollateralisation to the SPEs or implementing reserve accounts in the SPEs. At the balance sheet date, NIBC retained EUR 298 million (2009: EUR 60 million) of notes issued by the SPEs, overcollateralisation provided to the SPEs amounted to EUR 21 million (2009: EUR 35 million) and reserve accounts amounted to EUR 6 million (2009: EUR 8 million).

14. Financial assets (designated at fair value through profit or loss) **NIBC Bank N.V.**
Debt investments

IN EUR MILLIONS	2010	2009
Held for trading	101	78
Designated at fair value through profit or loss	471	726
	572	804

All debt investments are non-government.

IN EUR MILLIONS	2010	2009
THE LEGAL MATURITY ANALYSIS OF DEBT INVESTMENTS DESIGNATED AT FAIR VALUE THROUGH PROFIT OR LOSS IS ANALYSED AS FOLLOWS:		
Three months or less	15	82
Longer than three months but not longer than one year	56	235
Longer than one year but not longer than five years	266	390
Longer than five years	134	19
	471	726

15. Financial assets (designated at fair value through profit or loss) **NIBC Bank N.V.**
Enhanced investments

IN EUR MILLIONS	2010	2009
Enhanced investments	5	53
	5	53

IN EUR MILLIONS	2010	2009
THE LEGAL MATURITY ANALYSIS OF ENHANCED INVESTMENTS IS ANALYSED AS FOLLOWS:		
Three months or less	2	3
Longer than three months but not longer than one year	2	48
Longer than one year but not longer than five years	1	2
Longer than five years	-	-
	5	53

16. Financial liabilities (amortised cost)
Own debt securities in issue

NIBC Bank N.V.

IN EUR MILLIONS	2010	2009
Bonds and notes issued	8,062	8,805
Fair value hedge adjustment	147	31
	8,209	8,836

IN EUR MILLIONS	2010	2009
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THE LEGAL MATURITY ANALYSIS OF OWN DEBT SECURITIES IN ISSUE IS ANALYSED AS FOLLOWS:

Three months or less	8	443
Longer than three months but not longer than one year	1,417	470
Longer than one year but not longer than five years	6,636	7,723
Longer than five years	148	200
	8,209	8,836

IN EUR MILLIONS	2010	2009
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THE MOVEMENT IN OWN DEBT SECURITIES IN ISSUE MAY BE SUMMARISED AS FOLLOWS:

BALANCE AT 1 JANUARY	8,836	5,974
Additions	168	5,186
Disposals	(993)	(2,441)
Other movements and exchange rate differences	198	117
BALANCE AT 31 DECEMBER	8,209	8,836

For an amount of EUR 6,846 million of the issued notes, the Dutch State has unconditionally and irrevocably guaranteed the due payment of all amounts of principal and interest due by NIBC under these notes according and subject to (I) the Rules governing the 2008 Dutch State's Credit Guarantee Scheme and (II) the Guarantee Certificate issued under those Rules in respect of these notes. These Rules and the Guarantee Certificate are available at www.dutchstate.nl.

The disposals of own debt securities in issue at amortised cost in 2010 includes redemptions at the scheduled maturity date and repurchases of debt securities (EUR 78 million) before the legal maturity date. The remaining legal maturity at time of repurchase of these debt securities is between 3 month and 7 years.

17. Financial liabilities (amortised cost)
Debt securities in issue related to securitised mortgages

NIBC Bank N.V.

IN EUR MILLIONS	2010	2009
Bonds and notes issued	5,562	5,231
	5,562	5,231

IN EUR MILLIONS	2010	2009
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THE LEGAL MATURITY ANALYSIS OF DEBT SECURITIES IN ISSUE RELATED TO SECURITISED MORTGAGES IS ANALYSED AS FOLLOWS:

Three months or less	11	11
Longer than three months but not longer than one year	-	-
Longer than one year but not longer than five years	-	-
Longer than five years	5,551	5,220
	5,562	5,231

IN EUR MILLIONS	2010	2009
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THE MOVEMENT IN DEBT SECURITIES IN ISSUE RELATED TO SECURITISED MORTGAGES MAY BE SUMMARISED AS FOLLOWS:

BALANCE AT 1 JANUARY	5,231	5,835
Additions	1,656	-
Disposals	(1,325)	(605)
Other movements and exchange rate differences	-	1
BALANCE AT 31 DECEMBER	5,562	5,231

18. Financial liabilities (designated at fair value through profit or loss) **NIBC Bank N.V.**
Own debt securities in issue

IN EUR MILLIONS	2010	2009
Bonds and notes issued	46	85
	46	85

IN EUR MILLIONS	2010	2009
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THE LEGAL MATURITY ANALYSIS OF OWN DEBT SECURITIES IN ISSUE IS ANALYSED AS FOLLOWS:

Three months or less	-	28
Longer than three months but not longer than one year	1	14
Longer than one year but not longer than five years	17	18
Longer than five years	28	25
	46	85

IN EUR MILLIONS	2010	2009
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THE MOVEMENT IN OWN DEBT SECURITIES IN ISSUE MAY BE SUMMARISED AS FOLLOWS:

BALANCE AT 1 JANUARY	85	168
Additions	1	1
Disposals	(43)	(80)
Changes in fair value	2	(3)
Exchange rate differences	1	(1)
BALANCE AT 31 DECEMBER	46	85

The disposals of own debt securities in issue designated at fair value through profit or loss in 2010, reflect the redemptions at the scheduled maturity date. The change in fair value reflects movements due to both interest rate changes and credit spread changes. As NIBC hedges its interest rate risk from these liabilities, the movement due to interest rate changes is compensated with results on financial derivatives.

19. Financial liabilities (designated at fair value through profit or loss) **NIBC Bank N.V.**
Debt securities in issue structured

IN EUR MILLIONS	2010	2009
Bonds and notes issued	2,120	2,453
	2,120	2,453

IN EUR MILLIONS	2010	2009
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THE LEGAL MATURITY ANALYSIS OF DEBT SECURITIES IN ISSUE STRUCTURED IS ANALYSED AS FOLLOWS:

Three months or less	47	72
Longer than three months but not longer than one year	129	268
Longer than one year but not longer than five years	476	479
Longer than five years	1,468	1,634
	2,120	2,453

IN EUR MILLIONS	2010	2009
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THE MOVEMENT IN DEBT SECURITIES IN ISSUE STRUCTURED MAY BE SUMMARISED AS FOLLOWS:

BALANCE AT 1 JANUARY	2,453	3,110
Additions	29	28
Disposals	(553)	(652)
Changes in fair value	83	(11)
Exchange rate differences	108	(22)
BALANCE AT 31 DECEMBER	2,120	2,453

The disposals of debt securities in issue structured designated at fair value through profit or loss in 2010, include redemptions at the scheduled maturity date and repurchases (EUR 38 million) of debt securities in issue structured before the legal maturity date. The remaining legal maturity at time of repurchase of these debt securities in issue structured is between 24 months and 23 years. The change in fair value reflects movements due to both interest rate changes and credit spread changes. As NIBC hedges its interest rate risk from these liabilities, the movement due to interest rate changes is compensated with results on financial derivatives.

20. Subordinated liabilities - amortised cost**NIBC Bank N.V.**

IN EUR MILLIONS	2010	2009
Subordinated loans qualifying as Tier-I capital	76	89
Other subordinated loans	43	43
	119	132

	2010	2009
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THE LEGAL MATURITY ANALYSIS OF SUBORDINATED LIABILITIES - AMORTISED COST IS ANALYSED AS FOLLOWS:

One year or less	-	-
Longer than one year but not longer than five years	25	30
Longer than five years but not longer than ten years	7	1
Longer than ten years	87	101
	119	132

IN EUR MILLIONS	2010	2009
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THE MOVEMENT IN SUBORDINATED LIABILITIES - AMORTISED COST MAY BE SUMMARISED AS FOLLOWS:

BALANCE AT 1 JANUARY	132	229
Additions	-	5
Disposals	(20)	(101)
Exchange rate differences	7	(1)
BALANCE AT 31 DECEMBER	119	132

The disposals of subordinated liabilities at amortised cost, include redemptions at the scheduled maturity date and repurchases (EUR 20 million) before the legal maturity date.

21. Subordinated liabilities - designated at fair value through profit or loss**NIBC Bank N.V.**

IN EUR MILLIONS	2010	2009
Subordinated loans qualifying as Tier-I capital	197	174
Other subordinated loans	172	195
	369	369

IN EUR MILLIONS	2010	2009
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THE LEGAL MATURITY ANALYSIS OF SUBORDINATED LIABILITIES - FAIR VALUE IS ANALYSED AS FOLLOWS:

One year or less	-	-
Longer than one year but not longer than five years	23	23
Longer than five years but not longer than ten years	35	67
Longer than ten years	311	279
	369	369

IN EUR MILLIONS	2010	2009
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THE MOVEMENT IN SUBORDINATED LIABILITIES - FAIR VALUE MAY BE SUMMARISED AS FOLLOWS:

BALANCE AT 1 JANUARY	369	467
Additions	1	1
Disposals	(28)	(30)
Changes in fair value	11	(61)
Exchange rate differences	16	(8)
BALANCE AT 31 DECEMBER	369	369

The disposals of subordinated liabilities at fair value through profit or loss, include redemptions at the scheduled maturity date and repurchases (EUR 46 million) before the legal maturity date. The fair value reflects movements due to both interest rate changes and credit spread changes. As NIBC hedges its interest rate risk from these liabilities, the movement due to interest rate changes is compensated with results on financial derivatives.

22. Impact reclassification financial assets on comprehensive income
(application of amendments to IAS 39 and IFRS 7)

NIBC Bank N.V.

As of 1 July 2008, NIBC reclassified non-derivative trading financial assets, which do not meet the definition of loans and receivables and are no longer held for the purpose of selling them in the near term, from held for trading to available for sale. NIBC believes that the deterioration of the world's financial markets that occurred in the course of 2008 represents a rare circumstance that allows such a reclassification.

In addition, NIBC reclassified financial assets from held for trading and available for sale to loans and receivables. At the date of reclassification NIBC had the intention and ability to hold these reclassified loans and receivables for the foreseeable future or until maturity.

NIBC has recognised the following gains, losses, income and expenses in the income statement in respect of reclassified financial assets:

IN EUR MILLIONS	For the year ended 31 December			
	2010		2009	
	After reclassification	Before reclassification	After reclassification	Before reclassification
Net interest income	109	101	139	131
Net trading income	2	76	(1)	(23)
Impairment of financial assets	(48)	(48)	(90)	(59)

If the reclassifications had not been made in 2008, the income statement for 2010 would have included a net of tax profit on the reclassified financial assets of EUR 49 million mainly due to year-to-date fair value increases of debt investments. Additionally there would have been a net of tax increase in 2010 of EUR 131 million in other comprehensive income (revaluation reserve) representing unrealised fair value gains and losses on the reclassified financial assets available for sale which are not impaired.

23. Capital and shares

NIBC Bank N.V.

The ultimate controlling company is New NIB Limited, a company incorporated in Ireland.

Share capital

IN EUR MILLIONS	2010	2009
SHARE CAPITAL CAN BE CATEGORISED AS FOLLOWS:		
Paid-up capital	80	80
	80	80

IN EUR MILLIONS	2010	2009
THE NUMBER OF AUTHORISED SHARES IS SPECIFIED AS FOLLOWS:		
Number of authorised shares ¹	218,937,500	218,937,500
Number of shares issued and fully paid ²	62,586,794	62,586,794
Par value per A-share	1.28	1.28
Par value per preferent share	1.00	1.00

1. The authorised capital amounts to EUR 250 million and is divided into 110,937,500 A shares of EUR 1.28 nominal value and 108,000,000 preference shares of EUR 1.00 nominal value.

2. The shares issued and fully paid consist of A shares.

24. Related party transactions

NIBC Bank N.V.

Transactions related to associates

As at 31 December 2010, NIBC had EUR 106 million of loans advanced to its associates (2009: EUR 222 million). Besides interest income on these loans, fees earned by NIBC from these associates amounted to nil (2009: EUR 5 million).

In June 2007, NIBC launched the NIBC European Infrastructure Fund I, (which was NIBC's first third-party equity fund) with a final close in August 2008. Total commitments to the fund amount to EUR 347 million, of which EUR 247 million is committed by four third-party investors and EUR 100 million by NIBC. The fund invests in infrastructure projects in Western Europe. NIBC realised a loss from its investment in the fund in 2010 of EUR 2 million (2009: nil) and earned fees of EUR 4 million (2009: EUR 4 million). In NIBC's condensed financial report, this fund is classified as an associate at fair value through profit or loss.

In September 2008, NIBC launched the NIBC European CMBS Opportunity Fund. Of the total committed fund size of EUR 64 million, EUR 49 million is committed by third-party investors and EUR 15 million by NIBC. The fund invests in structured commercial real estate in Western Europe. NIBC's income from this fund in 2010 was EUR 3 million (2009: EUR 2 million), which included fee income of EUR 1 million (2009: nil). In NIBC's condensed financial report, this fund is classified as an associate at fair value through profit or loss.

In 2010, NIBC paid fees relating to the servicing of its online retail savings programme NIBC Direct to Welke Beheer B.V. of EUR 2 million (2009: EUR 3 million). In July 2009, NIBC's equity stake in Welke Beheer B.V. diluted from 25% to 15%. In NIBC's condensed financial report, this entity is classified as an associate (equity method), as NIBC still has significant influence.

Transactions involving NIBC's

Significant related party transactions executed in 2010 and 2009 concern the following:

At 31 December 2010, NIBC had EUR 419 million of net exposure (assets minus liabilities) to its parent and to entities controlled by its parent entity (2009: EUR 398 million). The interest received and paid on this exposure was at arm's length.

In June 2006, the general partner of J.C. Flowers II LP (together with its sister vehicle, 'Flowers Fund II'), an investment fund managed by an affiliate of J.C. Flowers & Co., accepted a USD 100 million capital commitment from NIBC. The management fee and the profits interest otherwise payable by limited partners in such fund were waived with respect to the investment by NIBC. In addition, NIBC will receive a portion of (i) the profits interest payable to an affiliate of J.C. Flowers & Co. by investors in Flowers Fund II, and (ii) the management fee payable to J.C. Flowers & Co. by Flowers Fund II, in each case based on the percentage of aggregate capital commitments to Flowers Fund II represented by the capital commitment of NIBC. During both 2010 and 2009, NIBC's commitment was fully drawn. In 2010, NIBC earned fees of EUR 1 million (2009: EUR 1 million) relating to this transaction.

In June 2009, NIBC made a commitment of USD 10 million to 'Flowers Fund III' an investment fund managed by an affiliate of J.C. Flowers & Co.

Fees paid to NIBC Holding related to asset management activities are nil for both 2010 and 2009.

Loan from NIBC to the Pension Fund

At the balance sheet date, NIBC has advanced a subordinated loan (interest charge: 0%) for an amount of EUR 3 million (2009: EUR 3 million) to the trustee-administered fund (NIBC's Pension Fund). There will be no repayment of this loan until the fund has reached a solvency ratio of 150%.

25. Legal proceedings

NIBC Bank N.V.

There were a number of legal proceedings outstanding against NIBC at 31 December 2010. No provision has been made, as legal advice indicates that it is unlikely that any significant loss will arise.

26. Commitments and contingent assets and liabilities

NIBC Bank N.V.

At any time, NIBC has outstanding commitments to extend credit. Outstanding loan commitments have a commitment period that does not extend beyond the normal underwriting and settlement period of one to three months. Commitments extended to customers related to mortgages at fixed interest rates or fixed spreads are hedged with interest rate swaps recorded at fair value. These commitments are designated upon initial recognition at fair value through profit or loss.

NIBC provides financial guarantees and letters of credit to guarantee the performance of customers to third parties. These agreements have fixed limits and generally extend for a period of up to five years. Expirations are not concentrated in any period.

The contractual amounts of commitments (excluding residential mortgage commitments of EUR 8 million at 31 December 2010 (2009: EUR 19 million), which in this condensed financial report are measured at fair value through profit or loss) and contingent liabilities are set out in the following table by category. In the table, it is assumed that amounts are fully advanced.

The amounts for guarantees and letters of credit represent the maximum accounting loss that would be recognised at the balance sheet date if counterparties failed completely to perform as contracted.

IN EUR MILLIONS	2010	2009
Contract amount		
Committed facilities with respect to corporate loan financing (including investment management loans)	1,713	1,088
Capital commitments with respect to equity investments	71	103
Guarantees granted	285	200
Irrevocable letters of credit	70	67
	2,139	1,458

These commitments and contingent liabilities have off-balance sheet credit risk because only commitment/origination fees and accruals for probable losses are recognised in the balance sheet until the commitments are fulfilled or expire. Many of the contingent liabilities and commitments will expire without being advanced in whole or in part. Therefore, the amounts do not represent expected future cash flows.

27. Business combinations

NIBC Bank N.V.

Business combinations effected in 2010

In 2010, NIBC acquired 100% ownership of Olympia Nederland Holding B.V. and via a step-acquisition 64.4% ownership of Cyclomedia Technology B.V. The total consideration for these acquisitions (including the fair value of equity interest held before the business combination) amounts to EUR 40 million. Approximately EUR 39 million of this amount relates to goodwill (preliminary, subject to completion purchase price allocation processes).

Name of acquired company: Olympia Nederland Holding B.V.
Transaction date: 28 april 2010
Interest acquired: 100%
Activity: Temporary employment agency

Name of acquired company: Cyclomedia Technology B.V.
Transaction date: 1 July 2010
Interest acquired: 64.4%
Activity: Specialist in large scale systematic visualization of environments using 360° panoramic and aerial images

From the respective dates of acquisition to 31 December 2010 these acquisitions together contributed net sales of EUR 177 million and net profit of EUR 3 million to NIBC's result in 2010. If these acquisitions had occurred on 1 January 2010, management estimates that the net sales from non financial companies included in the consolidation would have been EUR 245 million and net profit for the year from non financial companies included in the consolidation would have been nil.

28. Subsequent events

NIBC Bank N.V.

There are no subsequent events.

Disclaimer

Presentation of information

The Annual Accounts of NIBC Bank N.V. and NIBC Holding N.V. (together 'NIBC') are prepared in accordance with International Financial Reporting Standards as adopted by the European Union ('IFRS-EU'). In preparing the financial information in this condensed financial report (NIBC Bank N.V.) and supplementary financial information (NIBC Holding N.V.) for the year ended 31 December 2010 (collectively: the 'Financial Report'), the same accounting principles are applied as in the 2009 NIBC's Annual Accounts, save for any change described in the paragraph 'Accounting Principles'. All figures in this financial report have not been subject to audit or review. However the financial information included therein is derived from the audited 2010 financial statements of NIBC Bank N.V. and NIBC Holding N.V. Small differences are possible in the tables due to rounding.

Cautionary statement regarding forward-looking statements

Certain statements in the Financial Report are not historical facts and are 'forward-looking' statements that relate to, among other things, NIBC's business, result of operation, financial condition, plans, objectives, goals, strategies, future events, future revenues and/or performance, capital expenditures, financing needs, plans or intentions, as well as assumptions thereof. These statements are based on NIBC's current view with respect to future events and financial performance. Words such as 'believe', 'anticipate', 'estimate', 'expect', 'intend', 'predict', 'project', 'could', 'may', 'will', 'plan' and similar expressions are intended to identify forward-looking statements but are not the exclusive means of identifying such statements. By their very nature, forward-looking statements involve uncertainties and are subject to certain risks, including, but not limited to (i) general economic conditions, in particular in NIBC's core and niche markets, (ii) changes in the availability of, and costs associated with, sources of liquidity such as interbank funding, as well as conditions in the credit markets generally, including changes in borrower and counterparty creditworthiness (iii) performance of financial markets, including developing markets, (iv) interest rate levels, (v) credit spread levels, (vi) currency exchange rates, (vii) general competitive factors, (viii) general changes in the valuation of assets (ix) changes in law and regulations, including taxes (x) changes in policies of governments and/or regulatory authorities, (xi) the results of our strategy and investment policies and objectives and (xii) the risks and uncertainties as addressed in the Financial Report, the occurrence of which could cause NIBC's actual results and/or performance to differ from those predicted in such forward-looking statements and from past results.

The forward-looking statements speak only as of the date hereof. NIBC does not undertake any obligation to update or revise forward-looking statements contained in the financial report, whether as a result of new information, future events or otherwise.

Neither NIBC nor any of its directors, officers, employees do make any representation, warranty or prediction that the results anticipated by such forward-looking statements will be achieved, and such forward-looking statements represent, in each case, only one of many possible scenarios and should not be viewed as the most likely or standard scenario.