

Eureko

Financial statements

June 2004

Consolidated Balance Sheet

<i>EUR million</i>	As at 30 June 2004	As at 31 Dec. 2003
ASSETS		
Investments in associated companies	744.5	644.4
Other investments	20,236.4	18,532.1
Investments on behalf of policyholders	7,485.2	6,925.5
Banking credit portfolio	18,157.6	17,133.5
Receivables	1,470.0	1,479.3
Other assets	804.9	1,518.6
Prepayments and accrued income	1,752.0	1,245.9
Total	50,650.6	47,479.3
EQUITY and LIABILITIES		
Capital and reserves	2,754.5	1,813.5
Minority interest	8.3	365.5
Group equity	2,762.8	2,179.0
Fund for general banking risks	40.6	44.9
Group capital base	2,803.4	2,223.9
Technical provisions	20,935.6	19,336.3
Technical provisions for policyholders	7,485.2	6,925.5
Other provisions	431.6	360.0
Banking customer accounts	6,632.3	6,973.7
Loans and borrowings	10,121.9	9,396.7
Other liabilities	1,263.7	1,395.4
Accruals and deferred income	976.9	867.8
Total	50,650.6	47,479.3

Consolidated Income Statement

EUR million	first half year 2004	first half year 2003
INCOME		
Gross written premiums Life	1,493.8	1,411.9
Gross written premiums Non-Life	869.8	864.9
Gross written premiums Health	1,056.0	916.0
Gross written premiums	3,419.6	3,192.8
Reinsurance premiums	-99.6	-96.5
Change in provision for unearned premiums	-446.6	-426.6
Net earned premiums	2,873.4	2,669.7
Contributions received for health pooling	130.8	139.4
Capital gain from sale of Banking Subsidiaries	43.4	
Income from associated companies	70.5	27.7
Investment income	615.0	431.4
Investment income/(loss) for account of policyholders	229.9	222.2
Asset management income	108.2	107.9
Banking income	449.9	489.6
Other income	218.8	211.8
Total income	4,739.9	4,299.7
EXPENSES		
Net claims and movements in technical provisions	2,976.3	2,688.5
Profit sharing, bonuses and rebates	88.2	254.8
Operating expenses, insurance and health services	627.8	584.1
Asset management expenses	88.9	86.3
Banking expenses	405.2	445.6
Interest expenses	63.8	78.6
Other expenses	177.1	129.1
Total expenses	4,427.3	4,267.0
Ordinary result before tax	312.6	32.7
Tax on ordinary results	-42.9	-59.5
Ordinary result after tax	269.7	-26.8
Minority interest	-0.3	-12.0
Result after minority interest	269.4	-38.8

Summary Consolidated Cash Flow Statement

<i>EUR million</i>	first half year 2004	first half year 2003
Cash flow from operating activities	561.4	562.1
Cash flow from investing activities	-651.1	274.7
Cash flow from banking activities	-726.8	-223.8
Cash flow from financing activities	168.8	-836.4
Net cash Flow	-647.7	-223.4
Liquid assets at 1 January	950.5	1,001.8
Liquid assets at 30 June	302.8	778.4

Movements in group equity

<i>EUR million</i>	first half year 2004
Opening balance	1,813.5
Issuance of preference shares	356.2
Own shares repurchased / sold	397.0
Result for the year	269.4
Dividends paid	-91.4
Revaluation investments	2.5
Goodwill	-3.4
Other	10.7
Capital and Reserves	2,754.5

Loans and borrowings

As at the 30 June 2004, the total loans outstanding to finance the banking activity were EUR 9,047.9 million (December 2003: 8,390.3).

Accounting Principles

The accounting principles that have been used for the interim report are the same as those used for The Annual Report 2003

When necessary, comparative figures have been changed to be consistent with current years presentation.

Breakdown of ordinary result before tax

<i>EUR million</i>	first half year 2004	first half year 2003
Result Technical Account Life Insurance	37.8	178.6
Non - Technical result Life	74.5	-109.8
Ordinary result before tax Life	112.3	68.8
Result Technical Account Non-Life Insurance	115.3	65.7
Non - Technical result Non - Life	-3.9	6.4
Ordinary result before tax Non - Life	111.4	72.1
Result Technical Account Health	33.5	32.2
Non - Technical result Health	-23.8	-7.9
Ordinary result before tax, Health	9.7	24.3
Ordinary result before tax, Asset Management	30.2	30.6
Ordinary result before tax, Banking	2.1	-1.2
Ordinary result before tax, Other Activities	-21.9	-90.0
Holding & eliminations	68.8	-71.9
	312.6	32.7

Profit and Loss account Life Insurance

Technical Account Life Insurance

<i>EUR million</i>	first half year 2004	first half year 2003
Gross written premiums Life	1,493.8	1,411.9
Gross change in provision for unearned premiums	-139.6	-134.6
Gross earned premiums	1,354.2	1,277.3
Reinsurance premiums	-39.8	-35.7
Net earned premiums	1,314.4	1,241.6
Investment income	494.8	494.1
Investment income/(loss) for account of policyholders	230.4	215.9
Other technical income	2.7	9.1
Total income	2,042.3	1,960.7
EXPENSES		
Gross claims policyholders	1,472.6	951.4
Reinsurer's share	-17.0	-17.8
	1,455.6	933.6
Change in provisions for life insurance	164.8	456.3
Reinsurer's share	2.3	-0.4
	167.1	455.9
Profit sharing, bonuses and rebates	74.9	286.4
Other technical expenses	20.5	15.5
Investment expenses	17.7	17.9
Operating expenses	201.2	188.4
Investment income/(loss) allocated to the non-technical account	67.5	-115.6
Total expenses	2,004.5	1,782.1
Result Technical Account Life Insurance	37.8	178.6

Non-Technical Account Life Insurance

<i>EUR million</i>	first half year 2004	first half year 2003
Result Technical Account Life	37.8	178.6
Allocated investment income/(loss) from Technical Account Life	67.5	-115.6
Other investment income Non-Technical account	2.9	3.7
Other income	5.4	4.8
Total income	113.6	71.5
EXPENSES		
Investment and interest expenses	0.7	1.4
Other expenses	0.6	1.3
Total expenses	1.3	2.7
Ordinary result before tax, Life Insurance	112.3	68.8

Technical Account Non-Life Insurance

<i>EUR million</i>	first half year 2004	first half year 2003
Gross written premiums Non-Life	869.8	864.9
Gross change in provision for unearned premiums	-163.5	-177.6
Gross earned premiums	706.3	687.3
Reinsurance premiums	-68.6	-75.2
Change in provision for unearned premiums, reinsurance share	15.5	16.7
Net earned premiums	653.2	628.8
Investment income	58.4	75.6
Other technical income	2.9	1.3
Total income	714.5	705.7

EXPENSES

Gross claims policyholders	419.5	459.1
Reinsurer's share	-18.5	-19.9
	401.0	439.2
Gross change in outstanding claims provisions	19.4	25.3
Reinsurer's share	5.9	0.2
	25.3	25.5
Claims, net of reinsurance	426.3	464.7
Other technical expenses	1.8	2.1
Investment expenses	2.3	0.5
Operating expenses	172.8	166.8
Investment income/(loss) allocated to the Non-Technical Account	-4.0	5.9
Total expenses	599.2	640.0
Result Technical Account Non-Life Insurance	115.3	65.7

Non-Technical Account Non-Life Insurance

<i>EUR million</i>	first half year 2004	first half year 2003
Result Technical Account Non-Life	115.3	65.7
Allocated investment income/(loss) from Technical Account Non-Life	-4.0	5.9
Other investment income Non-Technical account	0.2	1.3
Other income	16.0	15.8
Total income	127.5	88.7

EXPENSES

Investment and interest expenses	0.9	1.1
Operating expenses	0.2	0.6
Other expenses	15.0	14.9
Total expenses	16.1	16.6
Ordinary result before tax, Non-Life Insurance	111.4	72.1

Technical Account Health

<i>EUR million</i>	first half year 2004	first half year 2003
Gross written premiums Health	1,056.0	916.0
Gross change in provision for unearned premiums	-145.7	-115.8
Gross earned premiums	910.3	800.2
Reinsurance premiums	-3.6	-1.6
Change in provision for unearned premiums, reinsurance share	0.2	-0.1
Net earned premiums	906.9	798.5
Contributions received for health pooling	130.8	139.4
Investment income	43.3	32.4
Investment income for account of policyholders	2.8	9.6
Other technical income	1.8	0.6
Total income	1,085.6	980.5

EXPENSES

Gross claims policyholders	858.9	737.2
Reinsurer's share	-5.7	-2.0
	853.2	735.2
Gross change in outstanding claims provisions	73.7	99.8
Reinsurer's share	0.3	-0.6
	74.0	99.2
Claims, net of reinsurance	927.2	834.4
Profit sharing, bonuses and rebates	13.3	19.6
Other technical expenses	7.1	10.1
Investment expenses	0.7	1.2
Operating expenses	105.5	91.4
Investment income/(loss) allocated to the Non-Technical Account	-1.7	-8.4
Total expenses	1,052.1	948.3
Result Technical Account Health	33.5	32.2

Non-Technical Account Health

<i>EUR million</i>	first half year 2004	first half year 2003
Result Technical Account Health	33.5	32.2
Allocated investment income/(loss) from Technical Account Health	-1.7	-8.4
Health services income	128.8	137.0
Other investment income Non-Technical account	0.8	1.4
Other income	3.8	2.0
Total income	165.2	164.2

EXPENSES

Investment and interest expenses	1.6	1.4
Health services expense	152.8	137.9
Other expenses	1.1	0.6
Total expenses	155.5	139.9
Ordinary result before tax, Health	9.7	24.3

Profit and Loss Account Asset Management

<i>EUR million</i>	first half year 2004	first half year 2003
Management fees	126.7	125.8
Other income	4.5	4.4
Total income	131.2	130.2
EXPENSES		
Operating expenses	95.1	94.7
Interest and other expenses	5.9	4.9
Total expenses	101.0	99.6
Ordinary result before tax, Asset Management	30.2	30.6

Profit and Loss Account Banking

<i>EUR million</i>	first half year 2004	first half year 2003
Interest income	448.1	492.5
Interest expenses	364.3	391.9
Net interest margin	83.8	100.6
Provisions for loan losses	28.4	17.1
Net interest margin after provisions	55.4	83.5
Commission income	21.2	25.4
Commission expense	19.8	24.4
	1.4	1.0
Capital gain from sale of Banking Subsidiaries	43.4	
Other income	-1.6	5.0
Operating expenses	69.0	92.3
Other expenses	27.5	-1.6
Ordinary result before tax, Banking	2.1	-1.2

Profit and Loss Account Other activities

<i>EUR million</i>	first half year 2004	first half year 2003
Brokerage fees	13.6	4.3
Other income	158.7	100.4
Total income	172.3	104.7
EXPENSES		
Operating expenses	84.6	95.7
Other expenses	109.6	99.0
Total expenses	194.2	194.6
Ordinary result before tax, Other Activities	-21.9	-90.0

Highlights

<i>EUR million</i>	first half year 2004	first half year 2003
Gross written premiums	3,419.6	3,192.8
Investment income 1)	844.9	653.6
Net claims and movement in technical provisions	2,976.3	2,688.5
Ordinary result before tax	312.6	32.7
Result after tax and minority interest	269.4	-38.8
Interest expenses	63.8	78.6
EBIT	376.4	111.3
Return on equity	23.4%	-9.3%
Return on assets	0.5%	-0.3%

1) Investment income includes changes in unrealised investment losses

<i>EUR million</i>	As at 30 June 2004	As at 31 Dec. 2003
Capital and reserves	2,754.5	1,813.5
Total Assets	50,650.6	47,479.3
Other investments	20,236.4	18,532.1
Investments on behalf of policyholders	7,485.2	6,925.5
Total investments	27,721.6	25,457.6
Technical provisions	20,935.6	19,336.3
Technical provisions for policyholders	7,485.2	6,925.5
Total technical provisions	28,420.8	26,261.8
Total Assets under Management	93,095.0	92,816.4

Earnings per ordinary share

<i>EUR million</i>	first half year 2004	first half year 2003
Net results (EUR million)	269.4	-38.8
Average number of outstanding shares ¹⁾ (of EUR 1.00 nominal value each)	199,969,220	186,342,087
Earnings per share (EUR) ¹⁾	1.35	-0.21

¹⁾ Average number of outstanding shares and Earnings per share exclude the preference shares. In 2004 23,904,060 preference shares have been issued by Eureko BV.

Average number of employees (in FTE's)

	As at 30 June 2004	As at 31 Dec. 2003
Average number of employees	14,609	15,234

The financial statements as per June 2004 have not been audited