

ROBECO



Robeco Direct N.V.

Condensed consolidated interim financial statements
for the six month period ended 30 June 2010

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GENERAL INFORMATION

Supervisory Board Robeco Direct N.V.

Roderick M.S.M. Munsters, chairman

Constant T. L. Korthout

Hans A.A. Rademaker (as from 26 February 2010)

Sander van Eijkern (till 31 January 2010)

Management Board Robeco Direct N.V.

Leni M.T. Boeren, chairman

Hester W.D.G. Borrie (as from 1 April 2010)

Peter T.N. Bruin

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REPORT OF THE SUPERVISORY BOARD

for the six month period ended 30 June 2010

Condensed Consolidated Interim Financial Statements 2010

We herewith present the Robeco Direct N.V. Condensed consolidated interim financial statements 2010 together with the Report of the Management Board for the six month period ended 30 June 2010.

Composition of the Supervisory Board

Mr. Sander van Eijkern resigned as member of the Supervisory Board. He was succeeded by Mr. Hans Rademaker, who became a member of the Supervisory Board as from 26 February 2010.

Meetings of the Supervisory Board

In the first half of 2010, the Supervisory Board met once. In that meeting, the Board approved the Annual report 2009 and discussed the Audit report 2009 of Ernst & Young. Both documents had been discussed in a previous meeting of the Audit Committee. Other topics – such as development in the markets, consequences for the holdings, interest rate levels in the Netherlands, development of impaired titles and strategic developments – were discussed too.

Meetings of the Audit Committee

In the first half of 2010, the Audit Committee met twice. The Audit Committee discussed the Annual report 2009 and the Audit report by Ernst & Young in the presence of representatives of Ernst & Young. The implementation of the Code Banken was also discussed. Report was made of the discussion with Rabobank on the level of implementation of the Code, i.e. Robeco Direct N.V. or Robeco Groep N.V. level, the analysis made of the measures to be taken and the time schedule for implementation. Proposals will be submitted to the Audit Committee meeting to be held on 8 September 2010. The Audit Committee also paid attention to matters such as: development of the results and the financial position (including the level of capitalization), progress of ICT projects, risk management, internal audit reports, operational incidents and other compliance matters, valuation developments and impairments.

Composition of the Management Board

In view of the strategic plans regarding Robeco Direct to transform to an online fund platform, Mrs. Hester Borrie was appointed as a member of the Management Board of Robeco Direct N.V. as from 1 April 2010. She is responsible for Marketing & Sales of Robeco Direct.

Rotterdam, 12 August 2010

On behalf of the Supervisory Board of Robeco Direct N.V.

Roderick M.S.M. Munsters, chairman

REPORT OF THE MANAGEMENT BOARD

for the six month period ended 30 June 2010

Corporate information

Robeco Direct N.V. is a bank established in the Netherlands. Robeco Direct N.V. offers saving products, investment funds, mortgages and several other services to retail clients enabling them to achieve their financial goals with regard to wealth management. In addition, the Company employs its banking infrastructure for structuring, co-investing and seeding activities and for supporting other entities of the Robeco group.

General

We hereby present Robeco Direct's Condensed consolidated interim financial statements for the six month period ended 30 June 2010. The interim financial statements have been prepared in accordance with the International Financial Reporting Standards as adopted by the European Union. These Condensed consolidated interim financial statements have been drawn up in accordance with IAS 34 and the Transparency Directive.

We summarize the important events of the first six months of 2010 and the impact thereof on the interim financial statements, and identify the principal risks and uncertainties for the remaining six months. No significant changes in the control framework have occurred in the current interim period.

Important events

In the first six months, Robeco Direct has made good progress in the expansion of web-based services for our clients. Online asset coaching based on a trustworthy portfolio of Robeco and best-of-breed third party funds enable clients to compose their portfolio to their needs. This tailored suite of funds is accompanied with a well-matched assortment of savings accounts including the newly introduced Roparco BonusSparen. The appropriateness of this offering allowed the Company to discontinue providing advice on and brokerage of individual shares, followed by a phasing out of the offering of such shares in May 2010. The Company continues to perform its role as intermediary for a limited number of insurance products.

The Company made considerable progress towards further digitalizing mail. Clients have been requested to express their preferences with respect to using online functionality, now that the Company can cater online for executing transactions, receiving bank statements, receiving product information and providing portfolio performance information. Clients overwhelmingly chose to embrace the new technology. It is more timely and appropriate for our clients and it fully aligns with Robeco's ambition and efforts to think and act responsibly from an environmental perspective.

After having sold the retail banking business line in Belgium in December 2007, the Company decided to completely close its banking activity in Belgium. The closure is expected to take place in the second half of 2010.

Market developments

Since the beginning of 2009, the global economy has been enjoying a recovery. In the United States and the euro zone, inflation has shown a decline and central banks continue to defer interest rate hikes. After all, the economic recovery is still fragile and the global economy does seem to be losing some momentum. Growth expectations for 2011 are generally lower than for 2010. Governments are under pressure to curb their increased debts and their contribution to growth is gradually declining.

The European debt crisis is still not in control and this could have negative effects on economic growth in the euro zone. Emerging markets are proving to be robust. In a number of countries, inflationary pressures are increasing which call for tightening monetary measures. A favorable potential measure, that would have a stabilizing effect in this context, would be for the Chinese authorities to remove the peg that fixes the Chinese yuan and US dollar exchange rate.

As a result of the planned fiscal consolidation in a number of countries, the monetary policy is expected to remain accommodative for a while yet. Central banks will try to mitigate the effect of cutbacks on economic growth by making ample liquidity available. In the long term, the risk of inflation will increase as a result of this, but this is not the greatest worry as yet. The health of the banking system and the prevention of a premature hiatus in the economic recovery, on the other hand, are causes for concern. We see no reasons to expect sharply higher interest rates in the period to come.

The above observations and expectations translate into a risk-averse investment behavior in the Netherlands: the market for household savings increased by another 3.5% to approximately EUR 295 billion in the first 5 months of 2010. Demand for equity funds and structured products remained limited.

The market for savings products remains very competitive in the Netherlands, partly driven by the increased focus of the main financial institutions on their home market. But where banks accepted negative margins on savings in the beginning of 2009, a return to more realistic and sustainable market conditions is anticipated.

Outlook, principal risks and uncertainties

Some of the uncertainties experienced since the crisis started in 2008 still exist, like whether the housing market would recover and whether governments are capable to bridge the fiscal gaps without jeopardizing the economy. Furthermore, it is uncertain what kind of measures remain for pension funds to get their house in order and if banks be able to issue enough capital to meet their solvency requirements. But also the uncertainties exist whether the unemployment has bottomed out and whether the recovery of consumer spending is sustainable.

Global stock markets have shown a powerful recovery, almost in line with what is seen in the recovery of the underlying global economy. After a year of mainly better-than-expected economic figures and robust earnings, analysts have now drastically revised their forecasts. Stock prices are already discounting much of the positive news. The increasing consensus that the global economy will slow down in the second half of 2010 is having a negative effect on the stock market climate. This slowdown however is a normal phase in the economic cycle. The ongoing debt crisis in Europe and signs that the Chinese economy is weakening are also not helping the sentiment.

In the second half of the year, markets will probably encounter some volatile periods but we expect them to move sideways on balance, after which they will probably start to pick up again on the assumption that global economic growth will continue to be moderate.

The outlook for corporate bonds is positive. Thanks to rapid intervention, companies have placed themselves in a good position to benefit from an ongoing economic recovery, while they have sufficient reserves to be able to withstand any downturn that may occur. With risk premiums as they are at present, credits are considered as more attractive than government bonds.

Clients continue to be cautious in this environment and the Company is constantly exploring ways to find the right products and services for its clients in these difficult and imponderable times. The Company is confident that its risk management framework enables management to measure and mitigate intended and unintended risks adequately. A rigid risk budgeting process and the accompanying control mechanisms have shown to be of utmost importance. Special attention has been given to understanding and managing liquidity risk premiums in our investments as part of further optimizing the portfolio within the agreed-upon risk boundaries.

Our clients' behavior is anticipated to be more unpredictable and, for financial markets, uncertainties will remain. The Management Board's outlook for 2010 is cautiously positive for the remainder of the year, with recovering interest margins, stable management fees, but below average structuring income.

Key figures

Operating results

During the first half of 2010, the Dutch banks continued to pay elevated interest rates to retail clients when compared to market rates. The trend however is towards a normalization of savings rates. The yield of the bank's assets – such as loans, mortgages and government bonds – showed a similar pattern, although to a much lesser extent. The interest margin is therefore returning to more normal levels. As a result of the low absolute level of interest rates, both interest income (EUR 133.8 million) and interest expenses (EUR 102.0 million) are significantly lower compared to the same period last year (respectively, EUR 165.2 million and EUR 158.8 million). The interest margin grew from EUR 6.4 million in the first half of 2009 to EUR 31.8 million in the first half of 2010.

The entrusted funds in the first half of 2009 held a large portion of high-yielding time deposits. Especially in the last half of 2009 and the first half of 2010, this portion almost reduced to nil, thereby creating another positive contribution to the interest margin.

The Dutch residential mortgage market changed drastically: while foreign mortgage loan providers withdrew from the market, the bank observed a low production of mortgages due to an increased uncertainty with respect to house prices, employment and fiscal incentives that are specific for the Dutch housing market.

The net fee and commission income showed a modest increase as asset management fees began to recover reflecting the improved financial market conditions.

The results on financial assets rose by EUR 4.8 million from a EUR 6.5 million loss in the first half of 2009 to a EUR 1.7 million loss in the same period of 2010. The results on trading financial assets fell by EUR 9.7 million; this effect was more than offset by EUR 10.5 million higher results on financial assets designated as fair value through profit or loss.

The turmoil in the financial markets, which led to illiquid markets and reductions of the fair values of financial instruments, is ebbing away. An additional EUR 13.8 million in impairments had to be recorded due to unstable macroeconomic circumstances in PIIGS countries, albeit that this amount was compensated by EUR 12.0 million in positive fair value adjustments of earlier impaired titles. The EUR 0.3 million addition to the mortgage provision was significantly lower than in the first half of the previous year.

The operating result before taxes for the first half of 2010 (EUR 11.6 million) strongly improved over the EUR -29.4 million loss for the same period last year, mainly benefiting from a strongly improved interest margin and substantially lower impairment charges. The net profit for the first half of 2010 amounted to EUR 8.6 million (first half of 2009: net loss of EUR 22.2 million).

Composition of the statement of financial position

The Company's total assets declined from EUR 9.6 billion at 31 December 2009 to EUR 9.4 billion at the end of June 2010. While the investments decreased by EUR 0.2 billion in the first half of 2010, the components thereof shifted. Available-for-sale and held-to-maturity financial assets declined (each declining EUR 0.2 billion), primarily due to maturing investments. Financial assets designated at fair value through profit or loss on their turn rose by EUR 0.2 billion, reflecting fresh investments in this category.

The entrusted savings slightly fell to EUR 8.1 billion from EUR 8.2 billion as at year-end 2009. During the first half of 2010, clients moved away from time deposits (EUR -0.4 billion) to available-on-demand savings (EUR +0.2 billion). Especially the newly introduced Roparco BonusSparen – a high-yielding, available-on-demand proposition with a quarterly bonus incentive – is successful in retaining funds from maturing time deposits.

Capital base

The Company's total equity increased by EUR 48.7 million to EUR 404.4 million at 30 June 2010 (31 December 2009: EUR 355.7 million). Apart from the net profit for the first half of 2010, positive unrealized available-for-sale results contributed to the improved capital base.

At 30 June 2010, the solvency ratio (BIS II ratio) amounted to 16.6% (31 December 2009: 16.2%); the required regulatory minimum set by DNB, the Dutch Central Bank, is 8%.

Rotterdam, 12 August 2010

Management Board Robeco Direct N.V.

Leni M.T. Boeren, chairman

Hester W.D.G. Borrie

Peter T.N. Bruin

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
for the period ended 30 June 2010
Robeco Direct N.V.

CONDENSED CONSOLIDATED INCOME STATEMENT

for the six month period ended 30 June

In millions of euro	Notes	2010 <i>unaudited</i>	2009 <i>unaudited</i>
Interest income	1	133.8	165.2
Interest expense	2	102.0	158.8
Net interest income		31.8	6.4
Fee and commission income		25.4	22.9
Fee and commission expense		3.1	3.0
Net fee and commission income		22.3	19.9
Results on financial assets designated at fair value through profit or loss	3	15.2	4.7
Results on financial assets available-for-sale	4	2.3	-1.7
Results on financial assets held for trading	5	-19.2	-9.5
Other income		2.0	2.7
Net operating income		54.4	22.5
Employee benefits expense		6.2	6.5
Administrative expenses		34.2	33.7
Depreciation and amortization expenses		0.3	0.2
Impairment losses	6	2.1	11.5
Operating expenses		42.8	51.9
Operating result before tax		11.6	-29.4
Income tax		-3.0	7.2
Result for the period		8.6	-22.2
Attributable to:			
- Equity holder of the parent		8.2	-22.7
- Non-controlling interests		0.4	0.5
Result for the period		8.6	-22.2

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

for the six month period ended 30 June

In millions of euro	Notes	2010 <i>unaudited</i>	2009 <i>unaudited</i>
Result for the period		8.6	-22.2
Net unrealized results on financial assets available-for-sale		59.2	-14.0
Realized gains and losses on financial assets available-for-sale reclassified to the income statement on disposal	4	-2.3	1.7
Impairment of financial assets available-for-sale	6	1.8	8.2
Income tax effect		-15.0	1.0
Other comprehensive income for the period, net of taxes		43.7	-3.1
Total comprehensive income for the period, net of taxes		52.3	-25.3
Attributable to:			
- Equity holder of the parent		51.9	-25.8
- Non-controlling interests		0.4	0.5
Total comprehensive income for the period, net of taxes		52.3	-25.3

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

In millions of euro	Notes	30 June 2010 <i>unaudited</i>	31 December 2009 <i>audited</i>
ASSETS			
Cash and balances with central banks		148.9	163.8
Due from banks		568.2	580.6
Derivative financial instruments		30.4	17.2
Financial assets held for trading	7	674.1	702.8
Financial assets designated at fair value through profit or loss	8	1,797.1	1,607.2
Loans and advances	9	2,358.9	2,330.9
Financial assets available-for-sale	10	3,341.1	3,544.9
Financial assets held-to-maturity	11	245.9	425.8
Property and equipment		0.6	0.7
Intangible assets		0.7	0.6
Deferred tax assets		0.4	1.5
Other assets		215.1	196.9
Total assets		9,381.4	9,572.9

In millions of euro	Notes	30 June 2010 <i>unaudited</i>	31 December 2009 <i>audited</i>
EQUITY AND LIABILITIES			
Due to banks	12	1,198.1	1,061.7
Derivative financial instruments		400.3	379.1
Financial liabilities held for trading		6.7	6.2
Due to customers		6,931.1	7,180.1
Issued securities	13	318.5	360.9
Other liabilities	14	84.3	191.2
Provisions		0.3	0.3
Subordinated loans		<u>37.7</u>	<u>37.7</u>
Total liabilities		<u>8,977.0</u>	<u>9,217.2</u>
Issued share capital		0.3	0.3
Share premium		245.4	245.4
Available-for-sale reserve	15	-32.6	-76.9
Retained earnings		<u>177.9</u>	<u>170.3</u>
Total equity attributable to the equity holder of the parent		391.0	339.1
Non-controlling interests		<u>13.4</u>	<u>16.6</u>
Total equity		<u>404.4</u>	<u>355.7</u>
Total equity and liabilities		<u>9,381.4</u>	<u>9,572.9</u>

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

for the six month periods ended 30 June 2010 and 2009

In millions of euro <i>unaudited</i>	Attributable to equity holder of the parent					Non- controlling interests	Total equity
	Issued share capital	Share premium	Available-for- sale reserve	Retained earnings	Total		
At 1 January 2010	0.3	245.4	-76.9	170.3	339.1	16.6	355.7
Result for the year	-	-	-	8.2	8.2	0.4	8.6
Other comprehensive income	-	-	44.3	-0.6	43.7	-	43.7
Total comprehensive income	-	-	44.3	7.6	51.9	0.4	52.3
Movements in non- controlling interests	-	-	-	-	-	-3.6	-3.6
At 30 June 2010	0.3	245.4	-32.6	177.9	391.0	13.4	404.4

In millions of euro <i>unaudited</i>	Attributable to equity holder of the parent					Non- controlling interests	Total equity
	Issued share capital	Share premium	Available-for- sale reserve	Retained earnings	Total		
At 1 January 2009	0.3	195.4	-160.6	204.4	239.5	20.9	260.4
Result for the year	-	-	-	-22.7	-22.7	0.5	-22.2
Other comprehensive income	-	-	-3.1	-	-3.1	-	-3.1
Total comprehensive income	-	-	-3.1	-22.7	-25.8	0.5	-25.3
Capital increase	-	50.0	-	-	50.0	-	50.0
Movements in non- controlling interests	-	-	-	-	-	-0.6	-0.6
At 30 June 2009	0.3	245.4	-163.7	181.7	263.7	20.8	284.5

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

for the six month period ended 30 June

In millions of euro	Notes	2010 <i>unaudited</i>	2009 <i>unaudited</i>
Operating activities			
Operating result before tax		11.6	-29.4
Non-cash adjustments to operating result		-33.9	18.3
Other movements from operations	18	-255.8	577.8
Net Cash flow from operating activities		-278.1	566.7
Investing activities			
Net cash flow from financial assets at fair value through profit or loss		-117.7	-56.4
Net cash flow from loans and advances		9.8	-706.1
Net cash flow from financial assets available-for-sale		259.6	379.4
Net cash flow from financial assets held to maturity		178.6	-5.2
Net cash flow from property and equipment		-0.1	-0.1
Net cash flow from intangible assets		-0.2	-
Net Cash flow from investing activities		330.0	-388.4
Financing activities			
Capital increase		-	50.0
Net Cash flow from financing activities		-	50.0
Net increase in cash and cash equivalents		51.9	228.3
Cash and cash equivalents as of 1 January	19	522.5	1,146.4
Cash and cash equivalents as of 30 June	19	574.4	1,374.7
Cash flows from interests and dividends			
Interest paid		-101.9	-223.6
Interest received		142.6	196.2
Dividend received		1.8	24.7

BASIS OF PREPARATION AND ACCOUNTING POLICIES

Basis of preparation

The Condensed consolidated interim financial statements for the six month period ended 30 June 2010 have been prepared in accordance with IAS 34, *Interim Financial Reporting*.

The Condensed consolidated interim financial statements do not include all the information and disclosures required in the annual financial statements, and should therefore be read in conjunction with the Annual report 2009 of Robeco Direct N.V. Selected notes to the income statement and the statement of financial position have been presented only in case of relatively significant or unusual items or movements. Although the semi-annual financial statements are considered to be condensed, in each statement the same headings and (sub)totals are disclosed that were included in the Consolidated financial statements over 2009.

Transparency Directive

To comply with EU Transparency Directive 2004/109/EC, a Report of the Management Board and a Responsibility statement have been added to the Condensed consolidated interim financial statements for the period ended 30 June 2010.

Accounting policies

The same accounting policies and presentations as in the Consolidated financial statements of Robeco Direct N.V. over 2009 have been applied in the preparation of these Condensed consolidated interim financial statements.

There have not been significant changes in the accounting policies, calculation methods or management estimates as compared to the Annual report 2009, that have a material effect on the current interim period. Moreover, no material events occurred after the end of the interim period that are not reflected in these Condensed consolidated interim financial statements.

Composition of the entity

No new business combinations, acquisitions or disposals of subsidiaries took place during the interim period. In accordance with the control criteria per IAS 27, certain investment funds have been added to or removed from the scope of the Condensed consolidated interim financial statements for the period ended 30 June 2010 depending on whether control was exerted over these investment funds at balance sheet date.

Seasonal or cyclical effects

The figures in the Condensed consolidated interim financial statements for the period ended 30 June 2010 are not subject to material seasonal or cyclical effects.

NOTES TO THE CONDENSED CONSOLIDATED INCOME STATEMENT

1. Interest income

Interest income can be broken down as follows:

In millions of euro	30 June 2010	30 June 2009
Cash and balances with central banks	0.8	1.3
Due from banks	2.1	10.5
Loans and advances	51.0	46.6
Financial assets available-for-sale	48.7	67.8
Financial assets held-to-maturity	6.5	10.5
Interest income on financial assets not at fair value through profit or loss	109.1	136.7
Derivative financial instruments	6.1	9.7
Financial assets held for trading	2.7	9.0
Financial assets designated at fair value through profit or loss	15.9	9.8
Interest income on financial assets at fair value through profit or loss	24.7	28.5
Total	133.8	165.2

Interest income as generated by the investment portfolio declined considerably as a result of ongoing interest rate decreases as observed in the money and bond market.

2. Interest expense

Interest expense can be broken down as follows:

In millions of euro	30 June 2010	30 June 2009
Due to customers	72.9	134.0
Due to banks	0.9	3.2
Subordinated loans	0.2	0.5
Other	-	0.1
Interest expense on financial assets not at fair value through profit or loss	74.0	137.8
Derivative financial instruments	28.0	21.0
Interest expense on financial assets at fair value through profit or loss	28.0	21.0
Total	102.0	158.8

In 2010, the interest expenses returned to normalized levels as the interest rates on savings came in line with those observed in the money market. Apart from interest rate reductions, the high-yielding time deposits, a material part of entrusted funds in the first half of 2009, were almost absent in the first half of 2010.

3. Results on financial assets designated at fair value through profit or loss

The results on financial assets designated at fair value through profit or loss of EUR 15.2 million (first half of 2009: EUR 4.7 million) fully comprise of results on debt securities.

4. Results on financial assets available-for-sale

Results on financial assets available-for-sale can be broken down as follows:

In millions of euro	30 June 2010	30 June 2009
Realized results on debt instruments	1.7	-1.4
Realized results on equity securities	0.6	-0.3
Total	2.3	-1.7

5. Results on financial assets held for trading

Results on financial assets held for trading can be broken down as follows:

In millions of euro	30 June 2010	30 June 2009
Results on debt securities	-26.1	-18.9
Results on equity securities	23.9	12.5
Results on derivative financial instruments	-13.5	-5.0
Results on foreign currencies	-3.1	2.5
Other results	-0.4	-0.6
Total	-19.2	-9.5

The results on equity securities include dividends received totaling EUR 1.8 million in the first half of 2010 (2009: EUR 24.7 million).

6. Impairment losses

Impairment losses can be broken down as follows:

In millions of euro	30 June 2010	30 June 2009
Impairment of financial assets available-for-sale:		
- asset-backed securities	0.8	7.4
- other debt securities	1.0	-
- equity securities	-	0.8
Value adjustments on credits to customers	0.3	3.3
Total	2.1	11.5

The impairment of financial assets available-for-sale relates to asset-backed securities and real estate bonds. Based on the economic circumstances and market situation in 2009 and the first half of 2010, the Company made an assessment of its entire investments portfolio. The outcome of this in-depth analysis resulted in an impairment of additional asset-backed securities, to some extent offset by positive fair value changes of earlier impaired financial instruments. For the real estate bonds, a further impairment was recorded due to negative fair value adjustments. Value adjustments on credits to customers mainly regard additions to the provision for mortgages.

NOTES TO THE CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

7. Financial assets held for trading

Financial assets held for trading can be broken down as follows:

In millions of euro	30 June 2010	31 December 2009
Debt securities	201.2	227.5
Equity securities	472.9	475.3
Total	674.1	702.8

8. Financial assets designated at fair value through profit or loss

Financial assets designated at fair value through profit or loss can be broken down as follows:

In millions of euro	30 June 2010	31 December 2009
Mortgages	685.5	663.0
Government bonds	507.4	439.5
Other debt securities	603.2	503.8
Equity securities	1.0	0.9
Total	1,797.1	1,607.2

9. Loans and advances

Loans and advances can be broken down as follows:

In millions of euro	30 June 2010	31 December 2009
Mortgages	955.8	967.9
Loans and advances to governments	327.8	463.2
Private sector – commercial loans	990.0	852.9
Private sector – overdrafts	52.9	12.7
Credits collateralized by securities	32.3	33.0
Other	0.1	1.2
Total	2,358.9	2,330.9

10. Financial assets available-for-sale

Financial assets available-for-sale can be broken down as follows:

In millions of euro	30 June 2010	31 December 2009
Government bonds	1,441.7	1,625.2
Bank bonds	950.9	993.1
Asset-backed securities	694.7	664.4
Other debt securities	188.0	210.8
Equity securities	65.8	51.4
Total	3,341.1	3,544.9

11. Financial assets held-to-maturity

Financial assets held-to-maturity can be broken down as follows:

In millions of euro	30 June 2010	31 December 2009
Government bonds	208.3	359.5
Bank bonds	37.6	66.3
Total	245.9	425.8

12. Due to banks

Due to other banks can be broken down as follows:

In millions of euro	30 June 2010	31 December 2009
Call money and balances available on demand	1,170.6	1,017.9
Liabilities security transactions	27.5	43.8
Total	1,198.1	1,061.7

13. Issued securities

Issued securities can be broken down as follows:

In millions of euro	30 June 2010	31 December 2009
Issued securities designated at fair value through profit or loss	316.4	358.7
Issued securities at amortized cost	2.1	2.2
Total	318.5	360.9

At 30 June 2010, the nominal amount equals EUR 334.1 million (31 December 2009: EUR 386.8 million). The Company issued structured notes with principal protection (nominal value: EUR 160.3 million; fair value: EUR 157.3 million) and without principal protection (nominal value: EUR 173.8 million; fair value: EUR 161.2 million).

14. Other liabilities

Other liabilities can be broken down as follows:

In millions of euro	30 June 2010	31 December 2009
Accrued interest payable	59.7	159.7
Creditors	17.8	24.0
Accruals	6.8	7.5
Total	84.3	191.2

The calculation of the accrued interest payable at 31 December 2009 is based on a period of 12 months, whereas the same accrual at 30 June 2010 takes into account a six-month period.

15. Available-for-sale reserve

Reduced credit spreads positively affected valuations of the lower-rated part of the investment-grade universe. This development had an impact on the Company's investment portfolio; insofar these instruments are classified as available-for-sale, the effect is reflected in the Available-for-sale reserve. The reserve increased by EUR 44.3 million in the first half of 2010.

16. Contingent liabilities

Rental commitments

The Company has rental commitments for a building totaling EUR 3.2 million (31 December 2009: EUR 4.0 million) with a remaining term of 2.5 years.

Capital commitments

The Company has committed itself to repurchase specific bonds when requested by the bondholders. The Company can unwind these securities with a nominal amount of EUR 594.3 million (31 December 2009: EUR 605.1 million) without any loss. The Company had EUR 571.8 million in irrevocable credit facilities related to mortgages, credits and guarantees at 30 June 2010 (31 December 2009: EUR 563.0 million). These are all secured by customers' assets. Regarding the Company's co-investments in private equity funds, it has capital commitments amounting to EUR 84.5 million (31 December 2009: EUR 95.2 million).

Pledged assets

Assets pledged by the Company at 30 June 2010 regard financial assets available-for-sale (31 December 2009: available-for-sale and held-to-maturity) with carrying amounts of EUR 319.4 million (31 December 2009: EUR 269.8 million and EUR 148.6 million respectively) and notional amounts of EUR 276.3 million (31 December 2009: EUR 255.5 million and EUR 145.0 million respectively). The pledged assets can neither be sold nor repledged by the counterparties, unless a default event should occur.

17. Segment information

The Company's segment reporting is determined based on operating segments. These segments are organized and managed separately according to the nature of the products and services provided.

The Company's current business segments are:

- Retail Banking: Banking activities (mainly individual client deposits and loans) and distribution services;
- Structured Finance: Structuring, co-investment, seeding activities and secondary market support.

Segmentation 30 June 2010	Retail Banking	Structured Finance	Total
In millions of euro			
Income statement			
Interest income	130.5	3.3	133.8
Interest expense	-100.9	-1.1	-102.0
Fee and commission income	24.2	1.2	25.4
Fee and commission expense	-1.9	-1.2	-3.1
Results on financial assets at fair value through profit or loss	13.1	2.1	15.2
Results on financial assets available-for-sale	1.7	0.6	2.3
Results on financial assets held for trading	-14.0	-5.2	-19.2
Other income	2.0	-	2.0
Net operating income	54.7	-0.3	54.4
Operating expenses			-42.8
Operating result before tax			11.6
Income tax			-3.0
Result for the period			8.6
Statement of financial position			
Segment assets	8,439.1	942.3	9,381.4
Total assets	8,439.1	942.3	9,381.4
Segment liabilities	8,040.5	936.5	8,977.0
Total equity			404.4
Total equity and liabilities	8,040.5	936.5	9,381.4
Other segment information			
Interest, fee and commission income			
- external	154.7	4.5	159.2
- domestic	147.0	4.8	151.8
- foreign	7.7	-0.3	7.4
Depreciation and amortization expenses	0.3	-	0.3
Impairment losses	1.1	1.0	2.1
Capital expenditures			
- Property and equipment	0.1	-	0.1
- Intangible assets	0.2	-	0.2

Segmentation 30 June 2009	Retail Banking	Structured Finance	Total
In millions of euro			
Income statement			
Interest income	158.9	6.3	165.2
Interest expense	-156.1	-2.7	-158.8
Fee and commission income	19.1	3.8	22.9
Fee and commission expense	0.7	-3.7	-3.0
Results on financial assets at fair value through profit or loss	4.7	-	4.7
Results on financial assets available-for-sale	-1.4	-0.3	-1.7
Results on financial assets held for trading	-5.8	-3.7	-9.5
Other income	2.7	-	2.7
Net operating income	22.8	-0.3	22.5
Operating expenses			-51.9
Operating result before tax			-29.4
Income tax			7.2
Result for the period			-22.2
Statement of financial position			
Segment assets	8,543.3	1,296.0	9,839.3
Total assets	8,543.3	1,296.0	9,839.3
Segment liabilities	8,282.6	1,272.2	9,554.8
Total equity			284.5
Total equity and liabilities	8,282.6	1,272.2	9,839.3
Other segment information			
Interest, fee and commission income			
- external	178.0	10.1	188.1
- domestic	171.2	11.0	182.2
- foreign	6.8	-0.9	5.9
Depreciation and amortization expenses	0.2	-	0.2
Impairment losses	10.7	0.8	11.5
Capital expenditure			
- Property and equipment	0.1	-	0.1
- Intangible assets	-	-	-

NOTES TO THE CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

18. Other movements from operating activities

The Other movements from operating activities consist of movements in the held-for-trading portfolio, income tax paid and movements in other short-term assets and liabilities.

19. Cash and cash equivalents

The comparative Cash and cash equivalents at the beginning of the interim periods are as follows:

In millions of euro	1 January 2010	1 January 2009
Cash and balances at central banks	163.8	154.4
Due from other banks (available on demand)	358.7	992.0
Total	522.5	1,146.4

The comparative Cash and cash equivalents at the end of the interim periods are as follows:

In millions of euro	30 June 2010	30 June 2009
Cash and balances at central banks	148.9	170.9
Due from other banks (available on demand)	425.5	1,203.8
Total	574.4	1,374.7

RESPONSIBILITY STATEMENT

The Management Board of Robeco Direct N.V. confirms to the best of its knowledge that:

- the Condensed consolidated interim financial statements – prepared in accordance with IAS 34, *Interim Financial Reporting* – give a true and fair view of the Company's consolidated assets, liabilities, financial position and result.
- the Report of the Management Board includes a fair review of the developments and performance of the Company's business and the position in the financial six month period, together with a description of the principal risks and uncertainties that it faces for the remaining six months.

The Report of the Management Board and the Condensed consolidated interim financial statements have neither been audited nor reviewed by an external auditor, except for the comparative figures in the Condensed consolidated statement of financial position.

Rotterdam, 12 August 2010

Management Board Robeco Direct N.V.

Leni M.T. Boeren, chairman

Hester W.D.G. Borrie

Peter T.N. Bruin