



Final Version*

*Please note that our attention has been drawn to certain minor typographical and translation errors in the earlier English version of our annual report, as also made available on this website. Appropriate editorial modifications have been made; financial results remain wholly unchanged.

Annual accounts 2003

Balance sheet

as at December 31, 2003 before profit appropriation

	<u>2003</u>	<u>2002*</u>
Assets		
Banks and cash ¹	439,515	349,376
Loans to the private sector ^{2, 4}	847,880	829,143
Equity investments in developing countries ^{3, 4}	81,915	75,496
Interest-bearing securities ⁵	275,613	115,470
Participating interests ⁶	5,687	3,692
Other equipment ⁷	8,154	2,792
Other receivables ⁸	40,007	36,202
Current accounts with funds and State programs ⁹	10,345	10,453
Accrued income ¹⁰	39,167	34,894
Total Assets	<u>1,748,283</u>	<u>1,457,518</u>
Liabilities		
Banks ¹¹	11,897	49,214
Debt securities ¹²	293,701	367,877
Debentures and notes ¹³	620,029	280,045
Other liabilities ¹⁴	18,360	15,928
Current accounts with funds and State programs ¹⁵	7,990	8,995
Liabilities in connection with funds and State programs ¹⁶	40,397	41,274
Accrued liabilities ¹⁷	19,159	15,504
Provisions ¹⁸	3,844	3,407
	<u>1,015,377</u>	<u>782,244</u>
Share capital ¹⁹	9,076	9,076
Share premium reserve ²⁰	29,272	29,272
Development fund ²¹	583,461	546,201
Contractual reserve ²²	101,898	82,706
Other reserves ²³	7,792	7,688
Undistributed profit ²⁴	1,407	331
Shareholders' equity	<u>732,906</u>	<u>675,274</u>
Total Liabilities	<u>1,748,283</u>	<u>1,457,518</u>
Contingent liabilities ²⁵	118,618	127,309
Irrevocable facilities ²⁶	366,372	367,342

¹ up to 38 Refers to the notes to these accounts.

* Adapted for comparison purposes.

Profit and loss account

2003

	<u>2003</u>	<u>2002*</u>
Income		
Interest income ²⁹	102,103	106,096
Interest expense ³⁰	<u>26,485</u>	<u>29,960</u>
Interest	75,618	76,136
Income from equity investments ³¹	6,619	2,556
Remuneration for services rendered ³²	18,551	14,149
Other income ³³	<u>3,826</u>	<u>1,732</u>
Total income	<u>104,614</u>	<u>94,573</u>
Expenses		
Administrative expenses		
• Staff costs ³⁵	23,917	21,878
• Other administrative expenses ³⁶	<u>7,239</u>	<u>7,187</u>
	31,156	29,065
Depreciation ⁷	1,594	1,118
Other operating expenses ³⁷	<u>447</u>	<u>328</u>
Operating expenses ³⁴	33,197	30,511
Value adjustments to loans ⁴	20,303	27,372
Value adjustments to equity investments ⁴	2,801	8,282
Movement general value adjustment ⁴	<u>19,079</u>	<u>18,782</u>
	<u>42,183</u>	<u>54,436</u>
Total expenses	<u>75,380</u>	<u>84,947</u>
Result from participating interests	110	-504
Result before taxation	29,344	9,122
Taxation on operating result ³⁸	<u>8,744</u>	<u>4,554</u>
Net profit	<u>20,600</u>	<u>4,568</u>

¹ up to ³⁸ Refers to the notes to these accounts.

* Adapted for comparison purposes.

Cash flow statement

2003

	<u>2003</u>	<u>2002*</u>
Operations		
Net profit	20,600	4,568
Adjusted for:		
• result sale of equity investments	-5,377	-1,616
• depreciation	1,594	1,118
• value adjustments	42,183	54,436
• increase in provisions	437	579
• result from participating interest	-110	504
• movement in working capital (excluding equity investments and funds and State programs)	-1,387	2,903
Net operating cash flow	57,940	62,492
Operational activities		
Loan disbursements	-360,811	-206,640
Loan repayments	195,160	236,965
Purchase of equity investments	-22,830	-16,700
Sale of equity investments	16,678	16,594
Movement in banks	-37,317	-11,824
Movements working capital equity investments and funds and State programs	-3,831	13,527
Net cash flow from operational activities ³⁹	-212,951	31,922
Investment activities		
Purchase of interest-bearing securities	-291,371	-40,402
Redemption/sale of interest-bearing securities	131,228	57,082
Investments in equipment	-7,878	-1,501
Net cash flow from investment activities ⁴⁰	-168,021	15,179
Financing activities		
Received contribution Development Fund	37,260	37,261
Disbursement debt securities	28,811	22,443
Disbursement of debentures and notes	578,267	232,853
Redemption debt securities	-76,851	-64,005
Redemption of debentures and notes	-154,088	-245,338
Dividend paid	-228	-228
Cash flow from financing activities ⁴¹	413,171	-17,014
Net cash flow	90,139	92,579
Banks and cash		
Banks and cash as at January 1	349,376	256,797
Banks and cash as at December 31	439,515	349,376
Movement in banks and cash	90,139	92,579

³⁹ up to ⁴¹ Refers to the notes of the cash flow statement.

* Adapted for comparison purposes.

Notes

to the balance sheet and profit and loss account

General

The annual accounts have been prepared in accordance with the legal requirements for annual accounts contained in Title 9, Book 2 of the Netherlands Civil Code. Because it engages in banking activities, the company makes use of the models used by banks in the Netherlands (the models prescribed by the Netherlands Central Bank as specified in Article 417 of the Netherlands civil code). Where necessary to provide proper insight into the financial position and results of the company, the annual accounts deviate from the prescribed models.

FMO's activities

The activities of the company consist of financing operations carried out at its own risk and those guaranteed by the Dutch State. Besides these activities, the company provides services within the context of funds and State programs.

Financing operations at own risk and those guaranteed by the State

FMO's financing activities comprise the provision of loans, guarantees and equity investments in developing countries, partly at its own risk and partly guaranteed by the State.

Provision of services to government programs and funds

Supplementary means from the State enable FMO to offer additional services. These fall into three separate categories.

1. FMO is the executor of the subsidy regulations ORET and TAEM.
2. FMO receives means that are deposited into the LDC Fund, NIMF (15% stake FMO), IFOM, IPTA and the Balkan Fund.
3. FMO has agreements with the State regarding the Seed Capital Fund (13% stake FMO) and Small-scale Enterprise Fund.

The equity stake in the Seed Capital Fund and NIMF are accounted as equity investments.

The remuneration received for these services consists of contractually agreed payments. Formal legal requirements mean that the expenses in respect of these activities are not shown separately in the profit and loss account. A breakdown of the related operating expenses is included in the notes to the profit and loss account. The allocated operating expenses are

mainly staffing costs. Operating expenses are allocated on the basis of the actual time worked by staff and apportionment formulas.

The portfolio of funds and State programs managed by the company is set out in the appendices. The State's IPTA and TAEM programs are not included because they basically involve the provision of grants or subsidies.

Fiscal unity

As from January 1, 2002 the company has formed a fiscal unity with its wholly-owned subsidiary NIO for corporate income tax purposes.

Significant contracts

FMO and the State

The Dutch State has undertaken to contribute an annual sum to the Development Fund up to the year 2005. These contributions will be used by the company to finance its operations.

Furthermore, the State has unconditionally guaranteed commitments which FMO has undertaken in connection with its fund-raising in the capital markets and various other contracts entered into by FMO. For a detailed description of these arrangements, see Other Information.

IFOM

As from April 1, 2003, FMO manages and operates the Emerging Markets Investment Facility (IFOM) on behalf of the Ministry of Economic Affairs, which supports business activities by Dutch enterprises in emerging markets. Under this program, FMO provides loans under certain conditions, while the Ministry provides FMO with collateral covering up to 90% or 95% of the loans.

NIO and the state

On behalf of the Ministry of Foreign Affairs, FMO's subsidiary NIO manages and operates part of the loan portfolio established by the Dutch State.

Besides this bilateral financial development aid, which since 1991 has consisted almost entirely of grants, NIO also acts as agent for a significant portfolio of concessionary loans. The State unconditionally guarantees the repayment of the principal and the interest on all financing raised by NIO. Additionally, the State has undertaken to pay NIO remuneration to compensate for operating expenses and any shortfall arising from differences between interest earnings and interest expenses.

As from March 2002, NIO has also managed the ORET/MILIEV program. This program was initiated by Development Cooperation (part of Ministry of Foreign Affairs) and provides grants to interested parties with qualifying projects. NIO's tasks include acceptance, disbursement and monitoring as well as project evaluation. NIO will manage the program for a three-year period.

Changes in principles**Balance sheet before profit allocation**

In accordance with changes in generally accepted accounting standards regarding subsequent events after balance sheet date, the balance sheet is presented before profit allocation. In previous years the proposed dividend distribution was, in anticipation of the decision by the General Meeting of Shareholders, recorded under the short-term liabilities whereas from the year 2003 the amount is included in and separately recorded as 'undistributed profit'.

Under the new accounting standards, the balance sheet may take into account profit allocations that arise from legal requirements. For the company this applies to the Contractual Reserve.

The balance sheet at December 31 and the profit and loss account 2002 have been amended for comparison purposes.

Consolidation

Up to and including the year 2002, the company did not prepare consolidated annual accounts as it did not deem this to be necessary to obtain proper insight into its financial position and results. NIO's activities were carried out entirely at the expense and risk of the Ministry of Foreign Affairs and the wholly-owned subsidiaries FMO Antillen N.V. and FMO Participaties B.V. were not included in the consolidation, given their minor financial importance.

As NIO has been further integrated into FMO's operations during 2003, it has now been included in the consolidated accounts. Additionally, the financial information relating to FMO Antillen N.V. and FMO Participaties B.V. has been included in full.

Changes in classification

With effect from the 2003 the subsidiaries FMO Antillen N.V. and FMO Participaties B.V. are no longer reported as equity investments, but as participating interests.

Furthermore, the debt securities and debentures and notes are now recorded separately in the balance sheet. Previously these amounts were presented on combined basis.

The 2002 figures have been adjusted for comparison purposes without any consequences for shareholders' equity and net profit.

Accounting policies

Recognition of financial instruments in the balance sheet

A financial asset or a financial liability is included in the balance sheet as from the moment the company has a right to the benefit or is committed to the obligations arising from the contractual provisions of the financial instrument. From the moment that these conditions are no longer met, a financial instrument is no longer included in the balance sheet. Financial assets and liabilities are netted off in the balance sheet if the company is allowed to do so on the basis of legal or contractual provisions and has the intention to offset these liabilities or to settle them simultaneously.

General

Unless stated otherwise, the assets and liabilities have been valued at their nominal value and there are no material differences between the balance sheet value and the fair value. In the notes to the balance sheet the fair value is mentioned. The fair value is the amount for which assets and liabilities could be exchanged between two parties. The fair values indicated for each individual balance sheet item are contrary to movements in currencies and the fair values of derivative instruments. As such they will compensate one another.

Conversion of foreign currency

FMO's annual accounts are presented in euros. Assets and liabilities in foreign currencies have been converted at the last known exchange rate applying on the balance sheet date, unless swap contracts have been arranged in order to hedge currency risks. In that case assets are stated at the relevant exchange rates of the swap contracts. For outstanding loans in USD, swap contracts have been arranged with banks.

Contractual commitments for payments on loans and equity investments are calculated on the basis of the last known exchange rate applying at the balance sheet date. Exchange rate differences are credited or debited to the profit and loss account and are attributed to the items to which they relate. Exchange rate differences are therefore not separately accounted for under results from financial transactions.

Derivatives

Derivatives are arranged in particular as part of risk management. These are used to cover currency and interest positions and are accounted for in accordance with the basis for valuing and determining operating results that applies to the underlying positions. Swap results are attributed to the items to which they relate.

Loans

Loans extended to the private sector and under State guarantee are valued at their nominal value less any value adjustments for irrecoverable amounts.

Equity investments in developing countries

Equity investments are valued at their historical cost less any value adjustment due to permanent diminution of value. The results from equity investments are not taken into account, with the exception of dividends received and the value adjustments for permanent diminution of value referred to above. Dividends, costs claimed and proceeds from the sale of shares have been accounted for on a cash basis, in view of the circumstances related to their settlement.

Value adjustments

Value adjustments are recorded in the balance sheet as a reduction to the outstanding loans and equity investments. The value of loans guaranteed by the state is not adjusted to the guaranteed level. The total volume of value adjustments has been assessed in the light of the total volume of risk-bearing assets, while taking into account expectations as to the possible developments of such risks.

Specific value adjustments refer to individual loans. When determining specific value adjustments of loans, arrears in receivables, expected future cash flows and indication of the market value of the company being financed have been taken into account. In the absence of such indications, the determination is based on developments in financial position, results in recent financial reports and paid dividend.

The movement in value adjustments in respect of loans at FMO's expense and risk has been charged to the profit and loss account.

In addition to the specific value adjustments, the company has a general value adjustment. The general value adjustment has been made in respect of existing, but not disclosed credit, country and sector risks in the loan portfolio. The volume of the general value adjustment is determined on the basis of experience of loan losses and developments in the field of operations of the company. In doing so, the contents of the loan portfolio, and therefore also the effects of exchange rate movements, have been taken into account as much as possible. In 2003 the company changed the estimation of the present losses on percentage basis. Had it not done so, the net results over 2003 and shareholders' equity as at December 31 would have been approximately EUR 2.3 million lower.

Interest-bearing securities

Interest-bearing securities are bonds and private loans that form part of the financial assets and are meant to be held as portfolio investments. They have been valued at redemption value. The difference between the redemption value and the historical cost is accounted for in the balance sheet as accrued income and accrued liabilities, and has been accounted for as interest income in proportion to the maturity of the securities. Proceeds from the sales of these securities have been accounted for as interest income in the year under review and the years thereafter on the basis of the weighted average of the remaining maturity of the portfolio concerned, unless this would lead, on balance, to a loss in the assets.

Participating interests

Participating interests over whose commercial and financial policy the company exercises significant influence are valued at net asset value based on the latest financial information available.

The share in the results of the participating interests is included separately in the profit and loss account under results from participating interests.

Other equipment

Furniture and other equipment have been valued at their historical cost, less straight-line depreciation based on expected economic life. Furniture, computer hard- and software, IT and other equipment have been depreciated at 5, 3, 5 and 8 years respectively.

Other receivables and accrued income

These have been valued at their nominal value, less any provision deemed necessary for irrecoverable amounts.

Premiums and discounts on short-term credit

The premiums and discounts on short-term credit are amortized during the term of the loan and recorded as accrued income or accrued liabilities.

Costs associated with short-term credit

Costs associated with short-term credit are charged directly to the results.

Deferred tax

Deferred tax assets and liabilities are based on temporary differences between commercial and fiscal values of assets and liabilities. Deferred taxes claims are valued at nominal value and relate to the general value adjustments, temporary depreciation of equity investments (article 13ca) and gains on reinvested interest-bearing securities. Deferred tax assets are only taken into account if and insofar as it can be assumed that they may be utilized in future.

Pensions

The company has a defined benefit plan insured with an insurance company. The pension commitments are financed by annual single premiums. These include both the current annual charge as well as backservice charges. The discount factor is 4%. Calculation of the annual pension expenses is based on performed services (statistical method). The sufficiency degree (*dekkingsgraad*) is guaranteed by the insurance company.

Provisions

Where the valuation and the breakdown of provisions is concerned, reference is made to the notes to the respective balance sheet items.

Taxes

Corporate income tax has been calculated on the basis of profit before tax, taking into account fiscal rules and regulations. The resulting tax burden in the accounts may differ from the statutory percentage in force. This difference may have been caused by the fiscal treatment of equity investments ('participation exemption'), non-deductible expenses and the offsetting of local withholding tax.

Determination of results

Unless stated otherwise, income and expenses are attributed to the years to which they relate. Interest on loans granted and commitment charges have been included in interest for the amount attributable to the year under review. In this respect, it should be noted that interest expected to be irrecoverable has not been recognized as income. Late payment interest has been accounted for as income upon receipt.

Risk management

In its operating environment and daily activities, FMO encounters various risks. The main risks are:

- Credit risk
- Market risk (interest and currency risks)
- Liquidity risk
- Operational risk

The company has defined these risks on a clear and consistent basis and in accordance with the ROB (*Regeling Organisation en Beheersing*) of the Netherlands central bank. The risk management program has been tailored to those risks.

Credit risk

The policies for controlling and mitigating credit risk are to a certain extent determined by the general agreement between FMO and the state. This agreement specifies the activities, sectors and countries excluded from FMO's involvement. All terms are stated in an exclusion list, which is strictly maintained and adhered to.

Internal procedures detail and guide the operating activities. Administrative organization, investment criteria, sector/debtor/country limits have been determined and reduce the associated

macro credit risk profile. The investment process works within a strict framework of policies, procedures and authorities. The mandates and authorities are differentiated according to size of the investment and risk profile. FMO has decided not to use individual mandates and authorities, but to take decisions only in committees.

In addition to the above, the company claims covenants and (local) collaterals.

The credit risk associated with treasury activities (interest-bearing securities, deposits) is mitigated by limiting the number and type of counterparties the company is allowed to contract.

The Executive Board has imposed limits regarding the composition of the investment portfolio and maximum treasury instruments. These limits are based largely on the counterparty's independent rating. Counterparties must satisfy certain minimum Standard & Poor's and Moody's ratings (AA-/AA3 for long-term and A2/P2 for short-term transactions).

Market risk

FMO's policy is to reduce market risk to a minimum. The company does not maintain a trading portfolio, and treasury management is focused on three aspects; interest, currency and investments. The treasury instruments available to manage and reduce these risks have been approved by the Supervisory Board. This policy serves to set a framework of limits and to ensure clearly defined limits within that framework. The company also uses derivative instruments to hedge market risk. The Asset & Liability committee (ALCO) assesses the risk reports and advises on limits. As such, ALCO is concerned with balance sheet policy and management in a broad sense. Central in this is the management of interest, currency, liquidity and country risks and the solvency requirement.

Liquidity risk

The current treasury policies provide for the preferred situation, which is to invest in liquid funds. By obtaining the AAA status from Standard & Poor's, the company's access to financial markets is ensured and reduces the liquidity risk. Investing in liquid funds fits within the general agreement between FMO and the State. Article 8 of this agreement is important in this respect (see other information). In this article, the State undertakes to ensure that FMO is able to meet all its monetary and capital market commitments in full and on time.

Operational risk

FMO focuses on the adequate management of operational risks. These risks could arise due to insufficient procedures, information systems and/or manual failure by employees.

FMO exercises control to reduce the operational risks by, besides constructive human resource and IT policies, setting up and maintaining an internal control framework. The Internal Audit department periodically assesses the design and operating effectiveness of the internal control framework.

Notes to the balance sheet

	2003	2002
1 Banks and cash		
Cash	1	1
Short-term deposits	397,583	306,621
Bank balances funds managed on behalf of the State	40,397	41,274
Other bank balances	1,534	1,480
	<u>439,515</u>	<u>349,376</u>

Banks and cash are denominated in USD for EUR 2,442 (2002: EUR 14,700).

The company cannot freely dispose of the bank balances of funds and State programs. For these balances a liability on account of funds and State programs has been recorded (note 16).

Remaining terms of bank and cash:

Immediately due	1,535	1,481
3 months or shorter	355,480	327,895
Longer than 3 months, but shorter than 1 year	82,500	20,000
	<u>439,515</u>	<u>349,376</u>

2 Loans to the private sector

Movements:

Nominal value of loans as at January 1	1,113,145	1,247,617
Disbursements	360,811	206,640
Repayments	-195,160	-236,965
Write offs	-36,530	-32,454
Exchange rate differences (closing rate)	-196,994	-71,693
Nominal value loans as at December 31 (closing rate)	<u>1,045,272</u>	<u>1,113,145</u>

Exchange rate differences from derivatives	6,999	-39,473
Balance	<u>1,052,271</u>	<u>1,073,672</u>

Specific value adjustments	-139,555	-188,777
General value adjustment	-64,836	-55,752
Balance value loans	<u>847,880</u>	<u>829,143</u>

The appendices to these annual accounts contain a specification of the portfolio per country and per sector.

As of April 1, 2003, FMO has taken over the IFOM program and its loans from NIB Capital Bank N.V.

Breakdown of the loans at year-end:

Nominal value IFOM loans as at December 31 (closing rate)	28,436
Value adjustment (own risk)	-530
Balance IFOM loans (as included in total balance value loans)	<u>27,906</u>

The State guarantees 90% or 95% of the outstanding IFOM loans.

For movements of the value adjustments see note 4.

	2003	2002
Specific components of the loans portfolio		
Loans denominated in USD	882,549	1,013,754
Loans denominated in EUR	145,434	77,628
Loans denominated in MXN	14,447	18,834
Loans denominated in other currencies	2,842	2,929
	1,045,272	1,113,145
Loans to companies in which FMO has equity investments	50,300	54,159
The subordinated loans amount to EUR 114,913 (2002: EUR 133,163)		
Loans mainly carry floating interest, with rates of 1% to 8% above the basic rate.		
The weighted average rate of interest as at December 31, 2003 was 5.1% (2002: 5.3%).		
The non performing loans amount to EUR 131,226 (2002: EUR 117,756).		
The remaining term of the loans is:		
3 months or shorter	35,583	37,919
Longer than 3 months, but shorter than 1 year	39,744	52,781
Longer than 1 year, but shorter than 5 years	508,473	558,598
Longer than 5 years	461,472	463,847
	1,045,272	1,113,145
3 Equity investments in developing countries		
The equity investments have been made in companies in developing countries.		
Movements:		
Historical cost of equity investments as at January 1	130,637	133,397
Purchases	20,521	16,700
Sales	-11,301	-15,152
Write offs	-7,279	-4,308
Historical cost of equity investments as at December 31	132,578	130,637
Specific value adjustments on equity investments	-50,663	-55,141
Balance as at December 31	81,915	75,496

The appendices to these annual accounts contain a specification of the portfolio per country and per sector.

A complete list of equity investments as defined in paragraph 5 of article 379 of Title 9, Book 2 of the Netherlands Civil Code has been deposited at the Chamber of Commerce in The Hague.

					2003	2002
	General value adjustment	Specific value adjustments				
		Guarantees	Loans	Equity in- vestments		
4 Movements in value adjustments						
Book value as at January 1	55,752	3,052	188,777	55,141	302,722	319,238
Additions (net)	19,079	6,730	13,573	2,801	42,183	54,436
IFOM Take-over (net)	-	-	597	-	597	-
Exchange rate differences	-9,995	-414	-26,862	-	-37,271	-34,189
Write-offs and usage	-	-	-36,530	-7,279	-43,809	-36,763
Balance as at December 31	<u>64,836</u>	<u>9,368</u>	<u>139,555</u>	<u>50,663</u>	<u>264,422</u>	<u>302,722</u>
In % of gross portfolio	6.2%	7.3%	13.4%	38.2%	20.2%	22.0%
5 Interest-bearing securities						
This portfolio contains marketable bonds and private loans with fixed interest rates, mainly issued by financial institutions.						
Bonds (listed)					147,815	106,576
Private loans (not listed)					127,798	8,894
					<u>275,613</u>	<u>115,470</u>
The interest-bearing securities have been issued by:						
Private parties						
• Credit institutions					232,685	71,711
• Other					42,928	40,583
Public bodies					-	3,176
					<u>275,613</u>	<u>115,470</u>
Movements:						
Balance as at January 1					115,470	132,150
Purchases					291,371	40,402
Sales/Repayments					-131,228	-57,082
Balance as at December 31					<u>275,613</u>	<u>115,470</u>
The remaining term of the interest-bearing securities which belong to the investment portfolio is:						
3 months or less					25,000	9,188
Longer than 3 months but no longer than 1 year					17,833	16,969
Longer than 1 year but no longer than 5 years					86,494	48,257
Longer than 5 years					146,286	41,056
					<u>275,613</u>	<u>115,470</u>

	2003	2002
<p>The market value (fair value) of the interest-bearing securities is EUR 281,352 (2002: EUR 105,061). Interest rates vary from 2.08% to 8.25%. The weighted average interest rate is 3.93% (2002: 5.49%).</p> <p>The premium reserve on interest-bearing securities is EUR 3,544 (2002: EUR 626) and has been recorded under accrued income.</p>		
6 Participating interests		
<p>This refers to the 100% participating interests in the Netherlands Investment Bank for Developing Countries N.V. (NIO), FMO Participaties B.V. and FMO Antillen N.V.</p>		
	5,687	3,692
Movements:		
Net capital value as at January 1	3,692	4,196
Contribution	2,309	-
Translation difference	-301	-
Share in result	110	-504
Declared dividend	-123	-
Net capital value as at December 31	5,687	3,692
<p>In January 2003 FMO additionally contributed EUR 2.3 million to FMO Antillen N.V.</p>		
7 Other equipment		
<p>This refers to the furniture, IT equipment and leasehold improvement</p>		
Movements:		
Historical cost price as at January 1	7,766	6,265
Accumulated depreciation as at January 1	-4,974	-3,856
Balance as at January 1	2,792	2,409
Changes in balance:		
Investments	7,878	1,501
Depreciation	-1,594	-1,118
Accumulated depreciation on disinvestments	3,096	-
Disinvestments historical cost price	-4,018	-
	5,362	383
Historical cost price as at December 31	11,626	7,766
Accumulated depreciation as at December 31	-3,472	-4,974
Balance as at December 31	8,154	2,792

	2003	2002
8 Other receivables		
Current account NIO	13,731	-
Taxes and social premiums	664	79
Deferred taxes	22,367	19,234
Current account FMO Participaties B.V.	-	104
Current account FMO Antillen N.V.	16	16
Current account EIB	-	680
Sundry receivables	3,229	16,089
	<u>40,007</u>	<u>36,202</u>

Temporary differences between commercial and fiscal results are related to the general value adjustment and temporary depreciation of investments as well as gains on reinvested interest-bearing securities.

Deferred taxes have been established in respect of these differences.

Sundry receivables mainly consist of loan-related receivables.

9 Current accounts with State programs and funds

Current account Small-scale Enterprise Fund	3,478	7,518
Current account Balkan Fund	1,472	352
Current account NIMF	1,314	498
Current account LDC Fund	4,081	2,085
	<u>10,345</u>	<u>10,453</u>

This concerns the current accounts between FMO and the by FMO managed funds and State programs on behalf of the State of the Netherlands.

10 Accrued income

Accrued interest loans	8,932	12,073
Accrued income and interest on swaps and other assets	30,235	21,988
Other accrued income	-	833
	<u>39,167</u>	<u>34,894</u>

11 Banks

Short-term credit from banks and current account credits.	<u>11,897</u>	<u>49,214</u>
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The liabilities under this item are short-term.

EUR 8,731 (2002: EUR 16,360) of the credit is denominated in USD.

The short-term credit from banks have been raised at interest rates varying from 0.5% to 1.94%.

The weighted average interest rate of the short term credits in EUR and USD as at December 31, 2003 are 1.8% and 1.5% respectively (2002: 3.0% and 1.4%).

	2003	2002
The remaining terms of short term credits and current accounts credits from banks are:		
Immediate due	-	11,016
3 months or less	11,897	38,198
	<u>11,897</u>	<u>49,214</u>

12 Debt securities

This item includes all non-subordinated debt, which has not been identified as debentures and notes payable to banks.

Debt securities do not include save deposits.

Debt securities consist of private loans and deposits raised in Dutch and foreign capital markets.

Movements:

Balance as at January 1	367,877	418,008
Disbursements	28,811	22,443
Redemptions	-76,851	-64,005
Exchange rate differences	-26,136	-8,569
Balance as at December 31	<u>293,701</u>	<u>367,877</u>

The remaining term of debt securities is:

3 months or less	64,991	7,646
Longer than 3 months but no longer than 1 year	42,510	39,581
Longer than 1 year but no longer than 5 years	109,050	189,354
Longer than 5 years	77,150	131,296
	<u>293,701</u>	<u>367,877</u>

Debt securities denominated in EUR	271,486	319,525
Debt securities denominated in JPY	22,215	48,352
	<u>293,701</u>	<u>367,877</u>

The loans have been raised at interest rates varying from 1.9% to 8.1%. The weighted average rate of interest on debt securities in EUR and JPY as at December 31, 2003 are 5.2% and 1.9% (2002: 5.3% and 2.0%).

The fair value of the debt securities is EUR 317,187 (2002: EUR 382,187)

13 Debentures and notes

Debentures and notes consist of medium term notes under the FMO EMTN Program.

Movements:

Balance as at January 1	280,045	359,198
Disbursements during book year	578,267	232,853
Redemptions	-154,088	-245,338
Exchange rate differences	-84,195	-66,668
Balance as at December 31	<u>620,029</u>	<u>280,045</u>

	2003	2002
The remaining term of debentures and notes is:		
Longer than 1 year but no longer than 5 years	100,079	66,703
Longer than 5 years	519,950	213,342
	<u>620,029</u>	<u>280,045</u>
Debentures and notes in USD	358,342	128,881
Debentures and notes in JPY	261,687	151,164
	<u>620,029</u>	<u>280,045</u>

The loans have been raised at interest rates varying from 0.1% tot 11%.
The weighted average rate of interest of loans securities in USD and JPY
as at December 31, 2003 are 3.9% and 2.7% (2002: 5.5% and 1.5%).

The fair value of the debentures and notes is EUR 626,917
(2002: EUR 311,819).

14 Other liabilities

Taxes and social security contributions	1,233	5,624
Deferred taxes	1,342	1,756
Current account NIO	-	678
Current account FMO Participaties B.V.	511	-
Liabilities provided guarantees	9,367	3,052
Pension premiums	4,320	1,877
Current account ECIP	304	65
Current account EIB	11	-
Other liabilities	1,272	2,876
	<u>18,360</u>	<u>15,928</u>

15 Current accounts with funds and State programs

Current account IPTA	462	701
Current account Seed Capital Fund	7,528	8,294
	<u>7,990</u>	<u>8,995</u>

This refers to the current account between FMO and the funds and
programs managed on behalf of the State of the Netherlands.

16 Liabilities with funds and State programs

	<u>40,397</u>	<u>41,274</u>
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This concerns liabilities of the company for the use of finances according
to the regulations concerning funds and State programs.

In order to enable the implementation of the funds and State programs the
State of the Netherlands has deposited finances on bank accounts that are
administered by FMO. These bank balances for the amount of EUR 40,397
(2002: EUR 41,274) are listed under banks and cash.

	2003	2002
17 Accrued liabilities		
Accrued interest banks, debt securities and debentures and notes	11,532	10,365
Accrued liabilities	7,627	5,139
	<u>19,159</u>	<u>15,504</u>

18 Provisions

Provision for early retirement	3,346	2,908
Provision for severance arrangements	498	499
	<u>3,844</u>	<u>3,407</u>

Movement of provisions

	Total	Early retirement	Severance arrangements
Balance as at January 1	3,407	2,908	499
Addition	955	581	374
Paid out	-518	-143	-375
Balance as at December 31	<u>3,844</u>	<u>3,346</u>	<u>498</u>

The provision for early retirement is made for early retirement obligations some of which have not yet commenced. This provision is determined using present value calculations (interest rate 3% (2002: 3%)), taking into account probabilities regarding continuation in employment with the Company and participation in the scheme by eligible personnel. The provision for severance arrangements is determined using present value calculations.

The provisions relate mainly to long-term obligations.

19 Share capital

The authorized capital amounts to EUR 45.38 million, consisting of 51% A shares of EUR 22.69, each of which may only be held by the State of the Netherlands, and 49% B shares, also of EUR 22.69 each, which may be held by private investors.

Authorized share capital

1,020,000 A shares x EUR 22.69	23,144	23,144
980,000 B shares x EUR 22.69	22,236	22,236
	<u>45,380</u>	<u>45,380</u>

Issued and paid-up share capital

204,000 A shares x EUR 22.69	4,629	4,629
196,000 B shares x EUR 22.69	4,447	4,447
	<u>9,076</u>	<u>9,076</u>

Shareholders' statutory rights

The equity of the company comprises three reserves which result from agreements with the State. These are the Share Premium Reserve, the Development Fund and the Contractual Reserve. As long as the company continues its activities, these reserves are not available to the shareholders. Upon liquidation of FMO these reserves fall due to the State, after settlement of the contractual return to the shareholders. Except for

	2003	2002
rights concerning distribution of seats on the Supervisory Board of the Company, shareholders A and B have the same statutory rights.		
20 Share premium reserve		
Share Premium Reserve shareholder A, contributed on the transfer to the Company of investments administered on behalf of the State on the financial restructuring.	8,061	8,061
Share Premium Reserve, contributed by shareholder A in relation to the financial restructuring and appropriated to compensate for possible losses from activities financed from the Development Fund.	21,211	21,211
	<u>29,272</u>	<u>29,272</u>
21 Development fund		
This special purpose reserve contains the annual budgetary allocations made by the State to finance the portfolio of loans and equity investments. In 2003 an amount of EUR 37,260 was received.	583,461	546,201
Present balance of the Development Fund	583,461	
Contributions 2004 and 2005 (EUR 37,260 annually)	<u>74,520</u>	
Contractual size of the Development Fund	<u>657,981</u>	
22 Contractual reserve		
Balance as at January 1	82,706	78,470
Addition	19,192	4,236
Balance as at December 31	<u>101,898</u>	<u>82,706</u>
The addition relates to that part of the annual profit which FMO is obliged to reserve under the Agreement with the State.		
23 Other reserves		
Balance as at January 1	7,688	7,585
Addition	104	103
Balance as at December 31	<u>7,792</u>	<u>7,688</u>
24 Undistributed profit		
Balance as at January 1	331	330
Add profit 2003	20,600	4,568
Appropriation to contractual reserve	-19,192	-4,236
Appropriation to other reserves	-104	-103
Paid out dividend	-228	-228
Balance as at December 31	<u>1,407</u>	<u>331</u>

	2003	2002
25 Contingent liabilities		
The company issued guarantees regarding repayments and interest payment for a number of projects. The nominal amount of the guarantees is valued at the last known exchange rate in 2003.		
Effective guarantees	130,361	59,622
Issued	58,710	97,944
Redemptions	-44,021	-14,191
Rate of exchange adjustments	-17,064	-13,014
	<u>127,986</u>	<u>130,361</u>
Less: presented under other liabilities	-9,368	-3,052
	<u>118,618</u>	<u>127,309</u>

26 Irrevocable facilities

Contractual commitments for disbursements on account of:

• Loans for account of FMO	240,718	243,473
• Equity investments for account of FMO	46,514	39,713
• Put-option related to syndicated loan	11,680	13,994
• Contractual commitments for guarantees	67,460	70,162
	<u>366,372</u>	<u>367,342</u>

27 Derivatives

The company has entered into OTC Swap contracts and FRA with reputable banks to hedge exchange rate and interest risks. These contracts mature up to and including the year 2015.

The statement below presents the notional amounts of the derivatives, the remaining terms and the positive fair values.

The notional amounts are the principal amounts represented by derivatives in absolute value and give an indication of the volume of activities.

	positive fair value	notional amount < 1 year	1 up to 5 years	> 5 years		
OTC						
Interest rate (currency) swaps	94,975	260,881	562,732	984,495	1,808,108	1,290,142
Currency swaps	-	185,881	-	-	185,881	91,949
FRA	-	79,397	-	-	79,397	-
	<u>94,975</u>	<u>526,159</u>	<u>562,732</u>	<u>984,495</u>	<u>2,073,386</u>	<u>1,382,091</u>

2003

2002

28 Other commitments not included in the balance sheet

Office rent

A new rental agreement has been made in connection with the relocation of the office premises to the Anna van Saksenlaan premises in mid-2003. The term of this rental agreement is ten years and runs from January 31, 2003.

The annual commitments are

1,891

Lease cars

As at December 31 the annual lease costs are

670

624

The average remaining contract period of these leases is 2.09 (2002: 2.48) years.

Notes to the profit and loss account

29 Interest income

Interest on loans	77,490	81,131
Interest on cash and banks	9,754	11,909
Interest on interest-bearing securities	7,439	6,524
Commitment fees	7,420	6,532
	<u>102,103</u>	<u>106,096</u>

The interest risk on loans carrying floating interest has been covered by interest rate swaps. Interest on loans includes the results of these swaps. If applicable the results on currency swaps are also included in the interest on loans.

The relative share of interest on loans per region is as follows:

Africa	12%	14%
Asia	27%	30%
Europe & Central Asia	11%	10%
Latin America & The Caribbean	50%	46%
	<u>100%</u>	<u>100%</u>

30 Interest expense

Interest on debt securities	14,389	20,411
Interest on debentures and notes	10,559	7,997
Interest on other borrowings	1,280	875
Brokerage charges for attracting borrowings and charges for the early repayment of debt securities	257	677
	<u>26,485</u>	<u>29,960</u>

	2003	2002
31 Income from equity investments		
Dividends	1,242	940
Result from the sale of equity investments	5,377	1,616
	<u>6,619</u>	<u>2,556</u>

Result from the sale of equity investments consists of the proceeds realized from the sale of equity investments less historical costs.

32 Remuneration for services rendered

These include the following remuneration:

Funds and programs managed on behalf of third parties

• For the State (excluding NIO)	11,288	8,455
• NIO (including ORET)	4,847	4,854
• Others (EIB/ECIP)	63	10
Syndication fees and emoluments from directorships	2,353	830
	<u>18,551</u>	<u>14,149</u>

Remuneration for managing funds and programs on behalf of third parties is expressed in gross amounts.

Management expenses are included in operating expenses.

The results from services rendered for State programs can be specified as follows:

Results from services rendered for State programs

Remuneration for services rendered:

For the State (excluding NIO)	11,288	
NIO	<u>4,847</u>	
		16,135
Share of operating expenses		<u>12,493</u>
		<u>3,642</u>

The remuneration also includes results that arise from the equity portfolio's of these funds.

These results can fluctuate over time.

33 Other income

This item includes revenues from claims that have been written off and the realization of certain rights.

<u>3,826</u>	<u>1,732</u>
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2003

2002

34 Operating expenses

The operating expenses of 2003 can be specified as follows:

	From finance activities FMO	For services rendered funds and State programs	Total
Staff costs	14,855	9,062	23,917
Other administrative expenses	4,435	2,804	7,239
Depreciations	967	627	1,594
Other operating expenses	447	-	447
	<u>20,704</u>	<u>12,493</u>	<u>33,197</u>

35 Staff costs

Salaries	13,653	12,165
Social security contributions	967	1,008
Pension charges and transfers to the provision for early retirement	3,536	2,760
Temporaries	2,309	1,868
Travel and subsistence allowances	1,299	1,492
Other personnel expenses	2,153	2,585
	<u>23,917</u>	<u>21,878</u>

The average number of employees in 2003 was 196 FTE (2002: 192 FTE).

The remuneration paid to two executive officers in 2003 is EUR 651 (2002 to one executive officer: EUR 386) and is specified below:

	Periodic remuneration	Results depending rewards	Pension charges	Total
Michael Barth	295	25	67	387
Nanno Kleiterp	199	22	43	264
	<u>494</u>	<u>47</u>	<u>110</u>	<u>651</u>

The executive officers are also entitled to, merely standard, fringe benefits.

36 Other administrative expenses

7,239

7,187

These expenses consist of accommodation expenses, services from third parties and sundry operational expenses.

The remuneration paid to the Supervisory Board is included in these expenses. As at December 31, 2003 the Supervisory Board consisted of 10 members (2002: 10).

The members of the Supervisory Board were paid a total remuneration of EUR 127 in 2003 (2002: EUR 123).

	2003	2002
37 Other operating expenses		
This consists mainly of capital transfer tax.	447	328
38 Taxation on operating result		
Corporate tax for the year	7,867	5,328
Corporate tax on previous years	877	-774
	<u>8,744</u>	<u>4,554</u>
The tax for the book year can be specified as follows:		
Taxation on operating result	10,124	3,365
Adjusted for permanent differences:		
• Participation exemption	-2,303	2,137
• Local withholding tax	348	335
• Non deductible expenses	707	462
	<u>8,876</u>	<u>6,299</u>
Settlement of local withholding taxes	-1,009	-971
	<u>7,867</u>	<u>5,328</u>

Notes to the cash flow statement

The cash flow statement shows the sources of the liquidity that became available during the book year and the application of this liquidity.

The cash flows are split according to operations, operational activities, investment and financing activities.

The cash flow statement is prepared in accordance with the direct method.

39 Net cash flow from operational activities

This item refers to movements in liquidity caused by the loans and equity investments. The movement in the item 'banks' is also reflected.

40 Net cash flow from investment activities

This item reflects the purchase and redemption/ sale of interest-bearing securities and investments in equipment.

41 Net cash flow from financing activities

This item reflects the equity contribution received from the State and the dividend paid and debentures and notes as well as disbursements and redemptions of debt securities.

Consolidated

Financial Statements

Consolidated

Balance sheet

as at December 31, 2003, before profit appropriation

	2003	2002
Assets		
Banks and cash ¹	439,524	349,822
Loans to the private sector ^{2, 5}	847,880	829,143
Loans guaranteed by the State ³	1,327,221	1,486,248
Equity investments in developing countries ^{4, 5}	85,988	77,206
Interest-bearing securities	275,613	115,470
Other equipment	8,154	2,792
Other receivables ⁶	26,265	35,962
Current accounts with funds and State programs ⁷	25,296	26,650
Accrued income ⁸	62,067	64,992
Total assets	3,098,008	2,988,285
Liabilities		
Banks ⁹	544,677	505,217
Debt securities ¹⁰	430,808	442,102
Debentures and notes ¹¹	1,223,809	1,224,160
Other liabilities	17,878	15,271
Current accounts with funds and State programs ¹²	57,515	32,034
Liabilities in connection with funds and State programs	40,397	41,274
Accrued liabilities ¹³	46,174	49,546
Provisions	3,844	3,407
	2,365,102	2,313,011
Shareholders' equity	732,906	675,274
Total liabilities	3,098,008	2,988,285
Contingent liabilities ¹⁴	128,567	149,241
Irrevocable facilities ¹⁵	368,902	429,206

¹ up to 18 Refers to the notes to these consolidated accounts.

Consolidated

Profit and loss account

2003

	<u>2003</u>	<u>2002</u>
Income		
Interest income ¹⁶	141,411	152,227
Interest expense ¹⁷	<u>98,804</u>	<u>129,859</u>
Interest	42,607	22,368
Income from equity investments	6,619	2,556
Remuneration for services rendered	18,500	14,088
Other income ¹⁸	<u>37,007</u>	<u>55,421</u>
Total income	<u>104,733</u>	<u>94,433</u>
Expenses		
Administrative expenses		
• Staff costs	23,917	21,878
• Other administrative expenses	<u>7,215</u>	<u>7,036</u>
	31,132	28,914
Depreciation	1,594	1,118
Other operating expenses	<u>454</u>	<u>341</u>
Operating expenses	33,180	30,373
Value adjustments to loans ⁵	20,303	27,372
Value adjustments to equity investments ⁵	2,801	8,749
Movement general value adjustment ⁵	<u>19,079</u>	<u>18,782</u>
	<u>42,183</u>	<u>54,903</u>
Total expenses	<u>75,363</u>	<u>85,276</u>
Result before taxation	29,370	9,157
Taxation on operating result	<u>8,770</u>	<u>4,589</u>
Net profit	<u>20,600</u>	<u>4,568</u>

1 up to 18 Refers to the notes to these consolidated accounts.

Consolidated

Cash flow statement

2003

	<u>2003</u>	<u>2002</u>
Operations		
Net profit	20,600	4,568
Adjusted for:		
• Result sale of equity investments	-5,377	-1,616
• Depreciation	1,594	1,118
• Value adjustments	42,183	54,903
• Movement in provisions	437	579
• Movement in working capital (excluding equity investments and funds and State programs)	11,857	-355
Net operating cash flow	71,294	59,197
Operational activities		
Loan disbursements	-360,811	-206,640
Loan repayments	195,160	236,965
Repayments of loans guaranteed by the State	89,969	94,373
Movement balance received from guarantee by the State	69,058	103,602
Purchase of equity investments	-23,083	-16,700
Sale of equity investments	16,877	16,594
Movement in banks	39,460	156,632
Movements working capital equity investments and funds and State programs	24,079	20,241
Net cash flow from operational activities	50,709	405,067

	2003	2002
Investment activities		
Purchase of investment portfolio	-291,371	-40,402
Redemption/sale of investment portfolio	131,228	57,082
Investments in equipment	-7,878	-1,501
Net cash flow from investment activities	-168,021	15,179
Financing activities		
Contribution to Development Fund	37,261	37,261
Disbursement debt securities	28,811	22,443
Disbursement debentures and notes	578,267	232,853
Redemptions debt securities	-76,851	-64,005
Redemption debentures and notes	-154,088	-245,338
Disbursement debt securities guaranteed by the State	87,525	33,826
Redemption debt securities guaranteed by the State	-24,642	-161,293
Redemption debentures and notes guaranteed by the State	-340,335	-249,578
Dividend paid	-228	-228
Cash flow from financing activities	135,720	-394,059
Net cash flow	89,702	85,384
Banks and cash		
Banks and cash as at January 1	349,822	264,438
Banks and cash as at December 31	439,524	349,822
Movement in banks and cash	89,702	85,384

Notes

to the consolidated balance sheet and profit and loss account

General

The consolidated annual accounts have been prepared in accordance with the legal requirements for annual accounts contained in Title 9, Book 2 of the Netherlands Civil Code. Because it engages in banking activities, the company makes use of the models used by banks in the Netherlands (the models prescribed by De Nederlandsche Bank N.V. as specified in Article 417 of the Netherlands Civil Code). Where necessary to provide proper insight into the financial position and results of the company, the annual accounts deviate from the prescribed models.

Consolidation scope

The consolidated annual accounts include the financial statements of FMO, NIO, FMO Antillen N.V. and FMO Participaties B.V.

The list stating the company's stake in all equity investments, as referred to in Articles 379 of the Netherlands Civil Code, has been filed with the Chamber of Commerce in The Hague. This list indicates the group companies included in the consolidation.

Consolidation method

The consolidated annual accounts include the financial statements of FMO and those group companies in which FMO exercises management control and decides on financial and strategic management. The financial statements of FMO's group companies have been consolidated in full.

In the consolidation the intercompany relations on both balance sheet and profit and loss account have been eliminated.

Accounting policies

General

The accounting principles for the consolidated annual accounts match those of the company-only annual accounts, and the notes are essentially the same as the notes to the company-only balance sheet and profit and loss account. We therefore refer to the latter notes unless an additional note is deemed necessary.

Costs associated with short-term credit

Costs associated with short-term credit are charged directly to the results. In the past, the costs associated with bonds, particularly those issued by NIO (shown as debentures and notes), were carried over to the asset side and recorded under accrued assets.

Notes to the consolidated balance sheet

	2003	2002
1 Banks and cash		
Cash	1	1
Short-term deposits	397,583	306,621
Bank balances funds managed on behalf of the State	40,397	41,274
Other bank balances	1,543	1,926
	<u>439,524</u>	<u>349,822</u>
Banks and cash are denominated in USD for EUR 2,442 (2002: EUR 14,700).		
The company cannot freely dispose of the bank balances of funds and State programs. For these balances a liability on account of funds and State programs has been included.		
Remaining terms of bank and cash:		
Immediate due	1,544	1,926
3 months or shorter	355,480	327,896
Longer than 3 months, but shorter than 1 year	82,500	20,000
	<u>439,524</u>	<u>349,822</u>
2 Loans to the private sector		
Movements:		
Nominal value of loans as at January 1	1,113,145	1,247,617
Disbursements	360,811	206,640
Repayments	-195,160	-236,965
Write offs	-36,530	-32,454
Exchange rate differences (closing rate)	-196,994	-71,693
Nominal value loans as at December 31 (closing rate)	<u>1,045,272</u>	<u>1,113,145</u>
Exchange rate differences from derivatives	6,999	-39,473
Balance	<u>1,052,271</u>	<u>1,073,672</u>
Specific value adjustments	-139,555	-188,777
General value adjustment	-64,836	-55,752
Balance value loans	<u>847,880</u>	<u>829,143</u>
The appendices to these annual accounts contain a specification of the portfolio per country and per sector.		
As of April 1 2003, FMO has taken over the IFOM program and its loans from NIB Capital Bank N.V. The breakdown of the loans is as follows:		
Nominal value IFOM loans as at December 31 (closing rate)	28,436	
Value adjustment (own risk)	-530	
Balance IFOM loans (as included in total balance value loans)	<u>27,906</u>	

	2003	2002
The State guarantees 90% or 95% of the outstanding IFOM amounts. For movements of the value adjustments see note 5.		
Loans denominated in USD	882,549	1,013,754
Loans denominated in EUR	145,434	77,628
Loans denominated in MXN	14,447	18,834
Loans denominated in other currencies	2,842	2,929
	<u>1,045,272</u>	<u>1,113,145</u>
Loans to companies in which FMO has equity investments	50,300	54,159
The subordinated loans amount to EUR 114,913 (2002: EUR 133,163)		
Loans mainly carry floating interest, with rates of 1% to 8% above the basic rate. The weighted average rate of interest as at December 31, 2003 was 5.1% (2002: 5.3%). The non performing loans amount to EUR 131,226 (2002: EUR 117,756).		
The remaining term of the loans is:		
3 months or less	35,583	37,919
Longer than 3 months, but shorter than 1 year	39,744	52,781
Longer than 1 year, shorter than 5 years	508,473	558,598
Longer than 5 years	461,472	463,847
	<u>1,045,272</u>	<u>1,113,145</u>
3 Loans guaranteed by the State		
Movements:		
Book value of loans as at January 1	1,486,248	1,684,223
Disbursements	-	-
Repayments	-89,969	-94,373
Movement of guaranteed amounts by the State of the Netherlands in connection with guarantees	-69,058	-103,602
Book value of loans as at December 31	<u>1,327,221</u>	<u>1,486,248</u>
The remaining terms are:		
Immediate due	13,086	12,999
3 months or less	42,742	45,743
Longer than 3 months but no longer than 1 year	109,662	119,773
Longer than 1 year but no longer than 5 years	512,966	580,125
Longer than 5 years	648,765	727,608
	<u>1,327,221</u>	<u>1,486,248</u>
The weighted average rate of interest as at December 31, 2003 is 2.8% (2002: 2.8%).		

2003

2002

This concerns loans in development countries which are individually guaranteed by the State of the Netherlands. Payments by the State on guaranteed loans are deducted from the reported loan balance. The company has the obligation to disburse amounts only in case it's debtors pay their loans.

4 Equity investments in developing countries

The equity investments have been made in companies in developing countries.

Movements:

Historical cost of equity investments as at January 1	132,852	135,612
Purchases	23,083	16,700
Sales	-11,500	-15,152
Write offs	-7,279	-4,308
Historical cost of equity investments as at December 31	137,156	132,852
Specific value adjustments on equity investments	-51,168	-55,646
Balance as at December 31	85,988	77,206

The appendices to these annual accounts contain a specification of the portfolio per country and per sector.

5 Movements in value adjustments

	General value adjustment	Specific value adjustments				
		Guarantees	Loans	Equity investments		
Book value as at January 1	55,752	3,052	188,777	55,646	303,227	319,238
Additions (net)	19,079	6,730	13,573	2,801	42,183	54,903
IFOM take-over (net)	-	-	597	-	597	-
Exchange rate differences	-9,995	-414	-26,862	-	-37,271	-34,151
Write-offs and usage	-	-	-36,530	-7,279	-43,809	-36,763
Balance as at December 31	64,836	9,368	139,555	51,168	264,927	303,227
In % of gross portfolio	6.2%	7.3%	13.4%	37.3%	20.1%	21.7%

6 Other receivables

Taxes and social premiums	664	79
Deferred taxes	22,367	19,234
Current account EIB	-	679
Sundry receivables	3,234	15,968
	26,265	35,960

Temporary differences between commercial and fiscal results are related to the general value adjustment and temporary depreciation of investments as well as results on interest-bearing securities. Deferred taxes have been established in respect of these differences.

Sundry receivables consists mainly of receivables from loans.

7 Current accounts with funds and State programs

	2003	2002
Current account Small-scale Enterprise Fund	3,478	7,518
Current account Balkan Fund	1,472	352
Current account NIMF	14,951	498
Interest free loan NIO to the State of the Netherlands	1,314	16,197
Current account LDC Fund	4,081	2,085
	<u>25,296</u>	<u>26,650</u>

This concerns the current account between FMO and the by FMO managed funds and State programs on behalf of the State of the Netherlands and the interest free loan NIO with the State.

8 Accrued income

Accrued interest loans	24,107	28,719
Accrued income and interest on swaps and other assets	32,490	25,103
Other accrued income	5,470	11,170
	<u>62,067</u>	<u>64,992</u>

The accrued income includes an amount of EUR 5,402 (2002: EUR 10,126) to be claimed from the State of the Netherlands.

Liabilities

9 Banks

Short-term credit from banks, private loans and current account credits	<u>544,677</u>	<u>505,217</u>
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EUR 8,731 (2002: EUR 16,360) of the credit from banks is denominated in USD. The short-term credit from banks have been raised at interest rates varying from 0.5% to 1.94%. The weighted average interest rate of the short term credits in EUR and USD as at December 31, 2003 are 1.8% and 1.5% respectively (2002: 3.0% and 1.4%).

The weighted average interest rate of the private loans as at December 31, 2003 is 4.69% (2002: 4.98%).

Loans guaranteed by the State of the Netherlands amount to EUR 536,000 (2002: EUR 461,000).

	2003	2002
The remaining terms of short term credits and current accounts credits from banks are:		
Immediate due	-	6,019
3 months or less	8,677	38,198
Longer than 3 months but no longer than 1 year	15,000	15,000
Longer than 1 year but no longer than 5 years	396,000	296,000
Longer than 5 years	125,000	150,000
	<u>544,677</u>	<u>505,217</u>

10 Debt securities

This item includes all non-subordinated debt, which has not been identified as debentures and notes payable to banks.

Debt securities do not include save deposits.

Debt securities consist of private loans and deposits raised in Dutch and foreign capital markets.

Movements:

Balance as at January 1	442,101	619,700
Disbursements	116,336	56,269
Redemptions	-101,493	-225,298
Exchange rate differences	-26,136	-8,569
Balance as at December 31	<u>430,808</u>	<u>442,102</u>

The remaining term of debt securities is:

Immediate due	68,698	24,289
3 months or less	42,510	8,553
Longer than 3 months but no longer than 1 year	134,225	40,210
Longer than 1 year but no longer than 5 years	159,850	205,054
Longer than 5 years	25,525	163,996
	<u>430,808</u>	<u>442,102</u>

Debt securities denominated in EUR	408,593	393,749
Debt securities denominated in JPY	22,215	48,353
	<u>430,808</u>	<u>442,102</u>

Debt securities guaranteed explicitly by the State of the Netherlands	<u>133,400</u>	<u>49,936</u>
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The debt securities have been raised at interest rates varying from 1.9% to 8.1%. The weighted average rate of interest of debt securities in EUR and JPY as at December 31, 2003 are 5.2% and 1.9% (2002: 5.3% and 2.0%).

The private loans of NIO (EUR 133,400) have a weighted average rate of interest of 3.46% (2002: 5.12%).

As at December 31, 2003 the average rate of interest of deposits is 1.62% (2002: 2.57%).

	2003	2002
11 Debentures and notes		
Debentures and notes consist of medium term notes under the FMO EMTN Program and on the stock exchange quoted NIO bonds.		
Movements:		
Balance as at January 1	1,224,160	1,552,892
Disbursements	578,267	232,853
Redemptions	-494,423	-494,917
Exchange rate differences	-84,195	-66,668
Balance as at December 31	<u>1,223,809</u>	<u>1,224,160</u>
The remaining term of debt securities is:		
Immediate due	-	-
3 months or less	113,445	90,756
Longer than 3 months but no longer than 1 year	-	249,579
Longer than 1 year but no longer than 5 years	250,079	330,148
Longer than 5 years	860,285	553,677
	<u>1,223,809</u>	<u>1,224,160</u>
Debt securities denominated in EUR	603,780	944,115
Debt securities denominated in USD	358,342	128,880
Debt securities denominated in JPY	261,687	151,165
	<u>1,223,809</u>	<u>1,224,160</u>
The medium-term notes have been raised in Dutch and foreign capital markets at interest rates varying from 0.1% to 11%. The weighted average interest rate of the debentures and notes in USD and JPY as at December 31, 2003 are 3.9% and 2.7% respectively (2002: 5.5% and 1.5%).		
The discount and costs of the bonds are EUR 2,255 (2002: EUR 3,115) and are included in the accrued income.		
EUR 603,780 (2002: EUR 944,115) of the debentures and notes (NIO-bonds) are guaranteed by the State of the Netherlands. The weighted average interest of these bonds as at December 31, 2003 is 5.12% (2002: 5.71%).		
12 Current accounts with funds and State programs		
Current account IPTA	462	701
Current account NIO with the State of the Netherlands	49,525	23,039
Current account Seed Capital Fund	7,528	8,294
	<u>57,515</u>	<u>32,034</u>
This refers to the current account between FMO and the funds and programs managed on behalf of the State of the Netherlands and the current account NIO with the State of the Netherlands.		

	2003	2002
13 Accrued liabilities		
Accrued interest banks, debt securities and debentures and notes	38,396	44,650
Other accrued liabilities	7,778	4,896
	<u>46,174</u>	<u>49,546</u>

14 Contingent liabilities

The company has provided guarantees regarding repayments and interest payment for a number of projects. The nominal amount of the guarantees is valued at the last known exchange rate in 2003.

Effective guarantees	137,935	152,293
Less: presented under other liabilities and accrued liabilities	-9,368	-3,052
	<u>128,567</u>	<u>149,241</u>

Of the provided guarantees of EUR 137,935, EUR 9,949 (2002: EUR 21,932) is covered by a counter guarantee of the State of the Netherlands.

15 Irrevocable facilities

Contractual commitments for disbursements on account of:

• Loans for account of FMO	240,718	243,473
• Equity investments for account of FMO	46,514	39,713
• Disposition space of Loans guaranteed by the State	2,530	61,864
• Put-option related to syndicated loan	11,680	13,994
• Contractual commitments for guarantees	67,460	70,162
	<u>368,902</u>	<u>429,206</u>

Notes to the consolidated profit and loss account

16 Interest income

Interest on loans	116,694	127,219
Interest on cash and banks	9,818	11,926
Interest on interest-bearing securities	7,439	6,524
Commitment fees	7,460	6,558
	<u>141,411</u>	<u>152,227</u>

The interest risk on loans carrying floating interest has been covered by interest rate swaps. Interest on loans includes the results of these swaps. If applicable the results on currency swaps are also included in the interest on loans.

	2003	2002
The relative share of interest on loans per region is as follows:		
Africa	12%	14%
Asia	36%	38%
Europe & Central Asia	8%	8%
Latin America & The Caribbean	44%	40%
	<u>100%</u>	<u>100%</u>

17 Interest expense

Interest on debt securities and banks	42,082	54,839
Interest on debentures and notes	53,808	65,372
Interest on other borrowings	1,280	875
Interest on the current account with the State of the Netherlands	343	-
Brokerage charges for attracting borrowings and charges for the early repayment of debt securities	1,291	8,773
	<u>98,804</u>	<u>129,859</u>

An early repayment by NIO resulted in 2002 in an additional interest expense of EUR 6,840 against an expense of EUR 64 in 2003.

18 Other income

This item includes amongst others revenues from claims that have been written off and the realization of certain rights as well as the interest compensation by The State of the Netherlands.

	<u>37,007</u>	<u>55,421</u>
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The amount of the general interest compensation is EUR 25,567 (2002: EUR 45,826)

The interest compensation by the State of the Netherlands represents the agreed remuneration which is composed of the difference between interest earnings and interest expenses of NIO.

The Hague, March 18, 2004

Supervisory Board

Willy Angenent
Chairman
 Joop Hoekman
Deputy Chairman
 Piet Bukman
 Dolf Collee
 Sjef van Dooremalen
 Rens de Leur
 Cees Maas
 Wim Meijer
 Doekle Terpstra
 Lodewijk de Waal

Executive Board

Michael Barth
Chief Executive Officer
 Nanno Kleiterp*
Chief Operations Officer

* Statutory Director since May 14, 2003

Other information

Statutory rules for profit appropriation

The Articles of Association of the company stipulate that a profit balance in any year shall first be used to cover any losses from previous years. The appropriation of the remaining profit shall be determined by the General Meeting of Shareholders.

Proposal for profit appropriation

Profit after tax for 2003 amounted to EUR 20,600. Of this, EUR 19,192 has been transferred to the Contractual Reserve in accordance with the agreement with the State. The remaining profit is EUR 1,407. Management and the Supervisory Board propose to declare a cash dividend (in round figures) of EUR 228 (EUR 0.57 per share of nominal EUR 22.69, equivalent to 2.5%) and to transfer the remaining amount of EUR 1,179 to the Other Reserves.

Maintenance stipulations from the Agreement State - FMO of November 16, 1998

Article 7

Maintenance obligations in the event of depletion of GRR Fund and inadequate cover for exceptional operating risks.

7.1 To determine whether FMO has grounds for invoking the maintenance obligation (the 'State's maintenance obligation') as referred to in Article 7.2.1, the losses incurred by FMO as referred to in Article 7.2.2, as shown by the financial statements drawn up for the relevant year in accordance with generally accepted accounting principles and in conformity with Part 9 of Book 2 of the Netherlands Civil Code and duly adopted by the competent corporate body, shall first be charged to the GRR Fund.

7.2.1 The State undertakes vis-à-vis FMO to defray losses on its operations pursuant to Article 3.1 and 3.2 of this Agreement, as determined in accordance with Article 7.2.2, to the extent that such risks have not been covered by specific value adjustments and/or compensation and/or insurance benefits received or yet to be received, provided that:

a the amount of such losses exceeds the amount of the GRR Fund as at December 31 of the year in which these losses were incurred; and

b the inadequacy of the cover for general value adjustments under the GRR Fund is due to abnormal operating risks, such as unforeseen political difficulties in or transfer problems with particular countries or the collapse of the world economy or a regional economy.

7.2.2 The parties shall consult together to determine the magnitude of such losses. Should they fail to agree, FMO's auditors and an auditor designated by the State shall make a reasonable and equitable calculation of the losses in accordance with generally accepted accounting principles.

7.3 If circumstances arise as described in Article 7.2.1 under a. and b. and FMO requests the State to fulfill its obligation as referred to in Article 7.2, this shall give rise to a claim against the State, which shall be duly acknowledged by the State, on the first business day of the first financial year following the date of the request. Such request shall be made in writing.

Article 8

Other financial security obligations.

8.1 Without prejudice to the other provisions of this Agreement, the State shall prevent situations arising in which FMO is unable to meet the following (comprehensively enumerated) commitments on time: FMO's commitments in respect of

- 1** loans raised on the capital market;
- 2** short-term funds raised on the money market with maturities of two years or less;
- 3** swap agreements involving the exchange of principal and interest;
- 4** swap agreements not involving the exchange of principal but with interest payment;
- 5** foreign-exchange forward contracts and forward rate agreements (FRAs);
- 6** options and futures contracts;
- 7** combinations of the products referred to under (1) to (4) and
- 8** guarantees given by FMO to third parties in respect of the financing of private companies in developing countries and commitments relating to the maintenance of an adequate organization.

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- 4** swap agreements not involving the exchange of principal but with interest payment;
- 5** foreign-exchange forward contracts and forward rate agreements (FRAs);
- 6** options and futures contracts;
- 7** combinations of the products referred to under (1) to (4) and
- 8** guarantees given by FMO to third parties in respect of the financing of private companies in developing countries and commitments relating to the maintenance of an adequate organization.

Note

The 'GRR Fund' mentioned in Article 7 has been defined in Article 6 of the Agreement. It consists of the sum of a part of the Share Premium Reserve amounting to EUR 21,211 plus the General Value Adjustment and the Contractual Reserve. As at December 31, 2003, the GRR Fund amount to EUR 187,946 (2002: EUR 159,669).

Auditor's Report**Introduction**

We have audited the 2003 annual accounts of Nederlandse Financierings-Maatschappij voor Ontwikkelingslanden N.V., The Hague. These annual accounts are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

Scope

We conducted our audit in accordance with auditing standards generally accepted in the Netherlands.

Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the annual accounts are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the annual accounts. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of annual accounts. We believe that our audit provides a reasonable basis for our opinion.

Opinion

In our opinion, the annual accounts give a true and fair view of the financial position of the company as at December 31, 2003 and of the result for the year then ended in accordance with accounting principles generally accepted in the Netherlands and comply with the financial reporting requirements included in Part 9, Book 2, of the Netherlands Civil Code.

The Hague, March 18, 2004
KPMG Accountants N.V.

Appendices

Sectoral distribution of finance portfolio

This summary covers all outstanding loans, guarantees and equity investments by sector and region, including contractual commitments as at December 31, 2003. The outstanding balances in foreign currencies have been converted at the last known exchange rate applying on the balance sheet date.

	Africa	Asia	Europe & Central Asia	Latin America & The Caribbean	Total
Amounts per sector					
Financial sector					
Banks	55,546	52,011	110,547	288,034	506,138
Non-banking Financial Institutions	7,506	62,604	46,834	12,500	129,444
Housing finance	-	1,775	5,969	27,242	34,986
	<u>63,052</u>	<u>116,390</u>	<u>163,350</u>	<u>327,776</u>	<u>670,568</u>
Infrastructure					
Roads and water works	44,342	3,662	19,533	26,779	94,316
Energy and water	52,123	47,686	11,102	42,964	153,875
Telecom	48,975	63,981	21,879	36,883	171,718
	<u>145,440</u>	<u>115,329</u>	<u>52,514</u>	<u>106,626</u>	<u>419,909</u>
Other sectors					
Industry	20,817	116,275	88,359	103,835	329,286
Others	63,352	54,750	62,847	76,074	257,023
	<u>84,169</u>	<u>171,025</u>	<u>151,206</u>	<u>179,909</u>	<u>586,309</u>
Total	<u>292,661</u>	<u>402,744</u>	<u>367,070</u>	<u>614,311</u>	<u>1,676,786</u>
Percentages					
Financial sector					
Banks	19.0%	12.9%	30.1%	46.9%	30.2%
Non-banking Financial Institutions	2.6%	15.5%	12.8%	2.0%	7.7%
Housing finance	0.0%	0.4%	1.6%	4.4%	2.1%
	<u>21.6%</u>	<u>28.8%</u>	<u>44.5%</u>	<u>53.3%</u>	<u>40.0%</u>
Infrastructure					
Roads and water works	15.2%	0.9%	5.3%	4.4%	5.6%
Energy and water	17.8%	11.8%	3.0%	7.0%	9.2%
Telecom	16.7%	15.9%	6.0%	6.0%	10.2%
	<u>49.7%</u>	<u>28.6%</u>	<u>14.3%</u>	<u>17.4%</u>	<u>25.0%</u>
Other sectors					
Industry	7.1%	28.9%	24.1%	16.9%	19.6%
Others	21.6%	13.7%	17.1%	12.4%	15.4%
	<u>28.7%</u>	<u>42.6%</u>	<u>41.2%</u>	<u>29.3%</u>	<u>35.0%</u>
Total	<u>100%</u>	<u>100%</u>	<u>100%</u>	<u>100%</u>	<u>100%</u>

Loans, guarantees and equity investments per country

This summary covers all outstanding loans, guarantees and equity investments by sector and region, including contractual commitments as at December 31, 2003 for the account of FMO. The outstanding balances in foreign currencies have been converted at the last known exchange rate applying on the balance sheet date.

Region	Country	Loans	Equity investments	Guarantees	Total
Africa	Angola	2,651	-	-	2,651
	Benin	4,318	-	-	4,318
	Botswana	-	-	7,959	7,959
	Cameroon	22,446	172	11,344	33,962
	Congo	3,681	-	657	4,338
	Ghana	2,861	-	-	2,861
	Ivory Coast	6,286	149	-	6,435
	Kenya	9,415	2,355	-	11,770
	Malawi	3,654	785	-	4,439
	Mozambique	8,754	-	-	8,754
	Nigeria	67,692	-	-	67,692
	Senegal	8,928	-	-	8,928
	South Africa	482	11,185	-	11,667
	Swaziland	-	612	-	612
	Tanzania	12,536	153	-	12,689
	Tunisia	-	2,736	-	2,736
	Uganda	18,415	4,612	4,969	27,996
Zimbabwe	249	-	-	249	
Regional Africa		42,796	22,309	7,500	72,605
Total Africa		<u>215,164</u>	<u>45,068</u>	<u>32,429</u>	<u>292,661</u>
Asia	Bangladesh	35,389	834	10,347	46,570
	China	62,693	11,058	-	73,751
	India	41,955	13,341	17,704	73,000
	Indonesia	38,644	-	-	38,644
	Jordan	-	211	-	211
	Lebanon	17,109	1,903	-	19,012
	Nepal	6,563	-	-	6,563
	Pakistan	7,314	-	2,756	10,070
	Philippines	41,669	5,468	27,495	74,632
	Singapore	-	3,821	-	3,821
	South Korea	14,944	-	-	14,944
	Sri Lanka	21,850	-	-	21,850
Thailand	15,918	3,758	-	19,676	
Total Asia		<u>304,048</u>	<u>40,394</u>	<u>58,302</u>	<u>402,744</u>

Region	Country	Loans	Equity investments	Guarantees	Total
Europe & Central Asia	Bosnia and Herzegovina	10,000	-	-	10,000
	Bulgaria	26,509	-	-	26,509
	Czech Republic	5,660	427	-	6,087
	Estonia	693	2,663	-	3,356
	Hungary	1,232	-	-	1,232
	Kazakhstan	8,537	-	21,888	30,425
	Lithuania	5,113	-	-	5,113
	Poland	16,271	12,129	-	28,400
	Romania	61,493	2,867	-	64,360
	Russian Federation	39,210	10,025	11,939	61,174
	Slovak Republic	6,232	-	-	6,232
	Turkey	52,376	12,337	19,125	83,838
	Ukraine	17,302	1,361	7,960	26,623
	Regional Europe	-	11,492	2,229	13,721
Total Europe & Central Asia		<u>250,628</u>	<u>53,301</u>	<u>63,141</u>	<u>367,070</u>
Latin America & The Caribbean	Argentina	98,212	10,618	-	108,830
	Belize	2,547	-	-	2,547
	Bolivia	30,335	-	-	30,335
	Brazil	54,085	4,126	11,087	69,298
	Chile	-	3,960	-	3,960
	Colombia	7,959	-	-	7,959
	Costa Rica	45,379	348	-	45,727
	Dominican Republic	26,810	-	9,734	36,544
	Ecuador	2,646	-	-	2,646
	El Salvador	39,930	-	-	39,930
	Guatemala	13,367	-	-	13,367
	Honduras	15,924	-	-	15,924
	Jamaica	7,661	-	-	7,661
	Mexico	36,597	11,867	12,795	61,259
	Nicaragua	14,629	-	-	14,629
	Panama	29,651	-	-	29,651
	Peru	33,229	-	7,959	41,188
	Uruguay	32,454	1,954	-	34,408
	Venezuela	4,578	-	-	4,578
	Regional Latin America	<u>31,837</u>	<u>12,033</u>	-	<u>43,870</u>
Total Latin America & The Caribbean		<u>527,830</u>	<u>44,906</u>	<u>41,575</u>	<u>614,311</u>
Total FMO		1,297,670	183,669	195,447	1,676,786
Less: Contracted but not yet disbursed		<u>252,398</u>	<u>46,513</u>	<u>67,461</u>	<u>366,372</u>
Total outstanding portfolio		<u>1,045,272</u>	<u>137,156</u>	<u>127,986</u>	<u>1,310,414</u>

Funds per country

This summary covers all outstanding loans, guarantees and equity investments by sector and region, including contractual commitments as at December 31, 2003 for the account of the Funds. The outstanding balances in foreign currencies have been converted at the last known exchange rate applying on the balance sheet date.

Region	Country	Small-scale Enterprise Fund	Seed Capital Fund	Balkan Fund	NIMF	LDC Fund	Total
Africa	Benin	-	381	-	-	-	381
	Botswana	-	3,052	-	-	-	3,052
	Burkina Faso	2,000	1,625	-	-	-	3,625
	Cameroon	3,510	3,925	-	-	-	7,435
	Cape Verde Islands	-	188	-	-	-	188
	Equatorial Guinea	-	866	-	-	-	866
	Ghana	1,379	4,398	-	-	-	5,777
	Ivory Coast	-	577	-	-	-	577
	Kenya	-	327	-	-	-	327
	Madagascar	669	899	-	-	-	1,568
	Mali	-	-	-	-	2,000	2,000
	Mauritania	1,394	446	-	-	-	1,840
	Morocco	-	2,918	-	-	-	2,918
	Mozambique	1,000	2,705	-	-	-	3,705
	Niger	-	502	-	-	-	502
	Nigeria	-	2,396	-	-	-	2,396
	Senegal	-	458	-	-	-	458
	South Africa	-	599	-	-	-	599
	Tanzania	75	689	-	-	13,491	14,255
	Togo	2,174	-	-	-	-	2,174
	Tunisia	5,393	240	-	-	-	5,633
Uganda	6,770	829	-	-	-	7,599	
Zambia	-	1,240	-	-	-	1,240	
Regional Africa	7,208	9,029	-	3,000	11,939	31,176	
Total Africa		<u>31,572</u>	<u>38,289</u>	<u>-</u>	<u>3,000</u>	<u>27,430</u>	<u>100,291</u>
Asia	Bangladesh	5,647	856	-	-	7,959	14,462
	Cambodia	945	521	-	-	-	1,466
	China	-	1,608	-	1,878	-	3,486
	India	11,758	2,047	-	-	-	13,805
	Indonesia	2,092	-	-	-	-	2,092
	Pakistan	-	179	-	-	-	179
	Philippines	886	162	-	-	-	1,048
	Sri Lanka	2,840	392	-	-	-	3,232
	Vietnam	2,000	-	-	-	-	2,000
	Regional Asia	3,236	-	-	-	-	3,236
Total Asia		<u>29,404</u>	<u>5,765</u>	<u>-</u>	<u>1,878</u>	<u>7,959</u>	<u>45,006</u>

Region	Country	Small-scale Enterprise Fund	Seed Capital Fund	Balkan Fund	NIMF	LDC Fund	Total
Europe & Central Asia	Bosnia and Herzegovina	-	1,362	2,353	-	-	3,715
	Georgia	1,234	-	-	-	-	1,234
	Kazachstan	4,638	-	-	3,265	-	7,903
	Kosovo	-	-	500	-	-	500
	Romania	-	762	-	-	-	762
	Yugoslavia	-	-	4,133	-	-	4,133
	Regional Europe	2,475	-	206	-	-	2,681
Total Europe & Central Asia		<u>8,347</u>	<u>2,124</u>	<u>7,192</u>	<u>3,265</u>	<u>-</u>	<u>20,928</u>
Latin America & The Caribbean	Bolivia	2,625	-	-	-	-	2,625
	Costa Rica	8,756	-	-	-	-	8,756
	Dominican Republic	136	-	-	-	-	136
	El Salvador	2,543	-	-	4,000	-	6,543
	Haiti	-	288	-	-	-	288
	Mexico	1,527	-	-	-	-	1,527
	Nicaragua	1,532	-	-	-	-	1,532
	Panama	3,184	-	-	-	-	3,184
	Peru	4,356	1,373	-	-	-	5,729
	Uruguay	1,142	-	-	-	-	1,142
	Regional Latin America	2,830	-	-	-	-	2,830
Total Latin America & The Caribbean		<u>28,631</u>	<u>1,661</u>	<u>-</u>	<u>4,000</u>	<u>-</u>	<u>34,292</u>
Total		97,954	47,839	7,192	12,143	35,389	200,517
Less: Contracted but not yet disbursed		<u>20,754</u>	<u>8,186</u>	<u>-</u>	<u>-</u>	<u>14,491</u>	<u>43,431</u>
Total portfolio funds		<u>77,200</u>	<u>39,653</u>	<u>7,192</u>	<u>12,143</u>	<u>20,898</u>	<u>157,086</u>

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Translation

This is a translation of the Dutch
Annual Report (FMO Jaarverslag 2003).
In the event of any conflict in
interpretation, the Dutch original
is leading.

Masthead

Concept and copy:
FMO, The Hague
Voxx Communicatie adviseurs, Amsterdam

Design:
Cascade - visuele communicatie, Amsterdam

Photography:
Aatjan Renders, Amsterdam

Printing:
Drukkerij WC den Ouden, Amsterdam

Paper:
Munken Lynx, wood-free offset
Chlorine-free, Nordic Swan certificate

