

ING VYSYA BANK LIMITED
Regd. Office: 22, MG Road, BANGALORE - 560 001.
Audited financial results for the year ended 31st March 2006

(Rupees in Crores)

| Particulars | | Figures for the ended December 2005 | Figures for the quarter ended March 2006 | Figures for the corresponding quarter of the previous year March 2005 | Audited figures for the current year 2005-06 | Audited figures for the previous year 2004-05 |
|-------------|---|---|--|---|--|---|
| 1 | Interest earned (a)+(b)+(c)+(d) | 908.22 | 314.22 | 266.18 | 1,222.44 | 990.58 |
| | (a) Interest/Discount on Advances / Bills | 607.16 | 217.35 | 181.91 | 824.51 | 646.78 |
| | (b) Income on Investments | 228.21 | 74.50 | 64.77 | 302.71 | 265.25 |
| | (c) Interest on balances with Reserve Bank of India and Other Inter Bank Funds | 19.98 | 6.51 | 4.89 | 26.49 | 19.24 |
| | (d) Others | 52.87 | 15.86 | 14.61 | 68.73 | 59.31 |
| 2 | Other Income | 146.55 | 43.76 | 66.40 | 190.31 | 122.67 |
| | A. TOTAL INCOME (1+2) | 1,054.77 | 357.98 | 332.58 | 1,412.75 | 1,113.25 |
| 3 | Interest Expended | 559.93 | 181.32 | 176.55 | 741.25 | 633.82 |
| 4 | Operating Expenses (e)+(f) | 346.53 | 172.26 | 112.05 | 518.79 | 380.10 |
| | (e) Payments to and Provisions for Employees | 163.51 | 70.68 | 44.54 | 234.19 | 176.11 |
| | (f) Other Operating Expenses | 183.02 | 101.58 | 67.51 | 284.60 | 203.99 |
| | B. TOTAL EXPENDITURE (3)+(4) (excluding Provisions and Contingencies) | 906.46 | 353.58 | 288.60 | 1,260.04 | 1,013.92 |
| | C. OPERATING PROFIT (A-B) (Profit before Provisions and Contingencies) | 148.31 | 4.40 | 43.98 | 152.71 | 99.33 |
| | D. Other Provisions and Contingencies | 90.32 | 40.87 | 45.72 | 131.19 | 172.78 |
| | E. Provision for Taxes | 24.28 | (11.82) | (6.43) | 12.46 | (35.27) |
| | F. NET PROFIT/(LOSS) (C - D - E) | 33.71 | (24.65) | 4.69 | 9.06 | (38.18) |
| 5 | Paid-up equity share capital (Face Value Rs.10/- per share) | 90.56 | 90.72 | 22.71 | 90.72 | 22.71 |
| 6 | Reserves excluding Revaluation reserves (as per balance sheet of previous accounting year) | | | | 817.41 | 569.22 |
| 7 | Analytical Ratios | | | | | |
| | i) Percentage of shares held by Government of India | - | - | - | - | - |
| | ii) Capital Adequacy Ratio | 10.40% | 10.67% | 9.09% | 10.67% | 9.09% |
| | iii) Earning/(Loss) per share | | | | | |
| | -Basic (as originally reported) | 3.84 | (2.72) | 2.06 | 1.02 | (16.84) |
| | -Diluted (as originally reported) | 3.83 | (2.72) | 2.05 | 1.02 | (16.84) |
| | -Basic (as restated for rights issue) | 3.84 | (2.72) | 0.67 | 1.02 | (5.49) |
| | -Diluted (as restated for rights issue) | 3.83 | (2.72) | 0.67 | 1.02 | (5.49) |
| | (On current profits after prior period items) | Not Annualised | Not Annualised | Not Annualised | | |
| | iv) (a) Amount of Gross Non Performing Assets | 467.98 | 428.64 | 466.18 | 428.64 | 466.18 |
| | (b) Amount of Net Non Performing Assets | 166.07 | 180.93 | 194.27 | 180.93 | 194.27 |
| | (c) Percentage of Gross Non Performing Assets | 4.66% | 4.09% | 4.98% | 4.09% | 4.98% |
| | (d) Percentage of Net Non Performing Assets | 1.71% | 1.77% | 2.14% | 1.77% | 2.14% |
| | v) Return on Assets (Annualised) | 0.29% | (0.61%) | 0.12% | 0.06% | (0.25%) |
| 8 | Aggregate of Non-Promoter Shareholding (Applicable for half yearly financial results) | | | | | |
| | - Number of Shares | 50,890,864 | 50,928,045 | 12,709,306 | 50,928,045 | 12,709,306 |
| | - Percentage of Shareholding (on Issued Capital) | 55.89% | 55.91% | 55.87% | 55.91% | 55.87% |

Segment Results for the year ended 31 March 2006

| Business Segments | Treasury | | | | Other Banking Operations | | | | Total | | | |
|--|-----------------------------------|---------------------------------|--|--|-----------------------------------|---------------------------------|--|--|-----------------------------------|---------------------------------|--|--|
| | For the 9 months ended 31.12.2005 | For the 3 months ended 31.03.06 | For the accounting year ended 31.03.06 | For the accounting year ended 31.03.05 | For the 9 months ended 31.12.2005 | For the 3 months ended 31.03.06 | For the accounting year ended 31.03.06 | For the accounting year ended 31.03.05 | For the 9 months ended 31.12.2005 | For the 3 months ended 31.03.06 | For the accounting year ended 31.03.06 | For the accounting year ended 31.03.05 |
| Particulars | | | | | | | | | | | | |
| Revenue | 314.03 | 82.66 | 396.69 | 297.24 | 920.61 | 313.46 | 1,234.07 | 1,001.69 | 1,234.64 | 396.12 | 1,630.76 | 1,298.93 |
| Less: Inter segment revenue | | | | | 179.87 | 38.14 | 218.01 | 185.68 | 179.87 | 38.14 | 218.01 | 185.68 |
| Net Revenue | 314.03 | 82.66 | 396.69 | 297.24 | 740.74 | 275.32 | 1,016.06 | 816.01 | 1,054.77 | 357.98 | 1,412.75 | 1,113.25 |
| Result | 27.19 | 21.03 | 48.22 | (10.50) | 121.12 | (16.63) | 104.49 | 109.83 | 148.31 | 4.40 | 152.71 | 99.33 |
| Unallocated expenses | | | | | | | | | - | - | - | - |
| Operating Profit | | | | | | | | | 148.31 | 4.40 | 152.71 | 99.33 |
| Provisions and contingencies | | | | | | | | | 90.32 | 40.87 | 131.19 | 172.78 |
| Taxes | | | | | | | | | 24.28 | (11.82) | 12.46 | (35.27) |
| Share of Loss in Associates | | | | | | | | | | | | |
| Minority Interest | | | | | | | | | | | | |
| Extraordinary profit/loss | | | | | | | | | | | | |
| Net Profit/(Loss) | | | | | | | | | 33.71 | (24.65) | 9.06 | (38.18) |
| Prior period Items | | | | | | | | | | | | |
| Net profit for the period after prior period items | | | | | | | | | | | | |
| Other Information | | | | | | | | | | | | |
| Segment Assets | 4,254.88 | 4,400.33 | 4,400.33 | 4,377.04 | 11,845.57 | 12,366.34 | 12,366.34 | 11,013.53 | 16,100.45 | 16,766.67 | 16,766.67 | 15,390.57 |
| Unallocated Assets | | | | | | | | | | | | |
| Total Assets | 4,254.88 | 4,400.33 | 4,400.33 | 4,377.04 | 11,845.57 | 12,366.34 | 12,366.34 | 11,013.53 | 16,100.45 | 16,766.67 | 16,766.67 | 15,390.57 |
| Segment Liabilities | 2,333.65 | 2,486.11 | 2,486.11 | 2,146.80 | 12,720.87 | 13,260.88 | 13,260.88 | 12,401.98 | 15,054.52 | 15,746.99 | 15,746.99 | 14,548.78 |
| Unallocated Liabilities | | | | | | | | | 1,045.93 | 1,019.68 | 1,019.68 | 841.79 |
| Total Liabilities | 2,333.65 | 2,486.11 | 2,486.11 | 2,146.80 | 12,720.87 | 13,260.88 | 13,260.88 | 12,401.98 | 16,100.45 | 16,766.67 | 16,766.67 | 15,390.57 |

Notes on Segment Results:

1. Segment Report has been prepared based on the stand-alone financial information of the Bank.
2. As the Bank operates only in the domestic segment there are no other geographic segments

Notes on Financial Results:

1. The above results for the year ended 31 March 2006 were reviewed by the Audit Committee of the Board and approved by the Board at its meeting held on 23 May 2006.
2. Other Income includes an amount of Rs. 22.89 crores being the profit on the divestment of the Bank's holding in ING Vysya Life Insurance Company Private Limited (IVL) on 24 August 2005.
3. The results for the year ended 31 March 2006 include an amount of Rs 8.90 crores (reported under items of interest expended, interest earned and other income) representing prior period income.
4. Interest of Rs. 10.95 crores paid to MMRDA in the previous years towards lease of premises and disclosed under other assets in the previous year is charged off to the Profit and Loss account in the quarter ended March 2006 upon completion of certain formalities.
5. In respect of employees who availed VRS during 2002, ex-gratia and the additional liability towards termination benefits were treated as deferred revenue expenses, to be amortised over a period of five years in terms of RBI guidelines on the subject. Accordingly Rs. 18.79 crores for the period ended 31 March 2006 (Rs. 18.79 crores for March 2005) has been charged to the Profit and Loss account being the proportionate amount on this account.
6. Pursuant to the change in provisioning requirement for standard assets from 0.25% to 0.40% as notified by RBI, the Bank has made an additional provision of Rs. 13.54 crores during the year ended 31 March 2006 (Rs. 10.04 crores for the quarter ended March 2006).
7. During the year ended 31 March 2006, the Bank allotted 100,746 shares pursuant to the exercise of stock options by certain employees.
8. The Rights issue (6,82,40,214 equity shares) announced by the Bank in December 2004, which closed on 13 April 2005 was fully subscribed. On 7 May 2005, 67,911,385 shares were allotted and 328,829 shares are still in abeyance as on 31 March 2006.

