

SIGNIFICANT EVENTS FOR THE PERIOD OCTOBER 2007 TO MARCH 2008 TO BE COMMUNICATED TO THE SHAREHOLDERS AS RECOMMENDED UNDER ANNEXURE III OF THE LISTING AGREEMENT

The Directors of ING Vysya Bank Ltd are pleased to present you the significant developments of the Bank for the Second Half of the 2007-2008 fiscal year.

A. CHANGES IN COMPOSITION OF THE BOARD OF DIRECTORS:

Mr. Peter Smyth resigned from the Board effective 25-Oct-2007 (A.N) and Mr. K.R.V. Subramanian (A.N) resigned effective 6-Nov-2007.

B. OPERATING RESULTS:

Bank's Net Profit After Tax (PAT) for the year ended 31 March 2008 increased by 77 % to Rs.157 Crore from Rs.89 Crore for the year ended 31 March 2007 and the Profit Before Tax (PBT) increased by 97 % to Rs.251 Crore from Rs.128 Crore. The bank has reported the highest ever profit in the history of the bank on the back of a significant improvement across all the performance parameters of profitability, quality and growth.

The profit for the year ended 31 March 2007 includes a profit of Rs.33 Crore (post tax profit of Rs.26 Crore) on sale of our strategic investment in Bharat Overseas Bank (BOB). The profit for the year ended 31 March 2008 includes profit of Rs.18 Crore (post tax Rs.14 Crore) due to up-gradation of one NPA account and profit Rs.2 Crore (post tax of Rs.2 Crore) on sale of ING Investment Management (India) Pvt. Ltd. After adjusting for the exceptional items, the underlying PAT and PBT for the year ended 31 March 2008 increased by 128% and 145%, respectively.

Net Interest Income increased by 12% to Rs.498 Crore for the year ended 31 March 2008 from Rs.446 Crore for the year ended March 2007 and Other Income increased by 46% to Rs.419 Crore from Rs.286 Crore in the same period driven by strong growth of fee income in both retail and wholesale segments.

C. BUSINESS PERFORMANCE:

I) DEPOSITS

Deposits grew by 33% to Rs.20,498 Crore as at 31 March 2008 from Rs.15,419 Crore as at 31 March 2007. Low cost deposits increased by 45 % to Rs.6,452 Crore from Rs.4,458 Crore in the same period. Adjusting for certain large deposits, which flowed in towards the end of the year, deposit and CASA would have reflected growth of 26% and 34% respectively. Compared to a growth of 10% during first six months, deposits grew at double the rate i.e. a growth of 20% during the later six months period.

II) ASSETS

Total assets of the Bank registered a growth of 32% to Rs.25,540 Crore as at 31 March 2008 from Rs.19,286 Crore as at 31 March 2007. The credit deposit ratio stood at 72%.

III) ADVANCES

Advances increased by 22% to Rs.14,650 Crore as at 31 March 2008 from Rs.11,976 Crore as at 31 March 2007. The growth of advances (17%) in the second half was very robust. The net NPA ratio improved from 0.95% as at March 2007 to 0.70% as at March 2008.

IV) INVESTMENTS

The Investments Portfolio increased by 39% to Rs.6,293 Crore as at 31 March 2008 from Rs.4,528 Crore as at March 31, 2007.

V) BRANCHES AND ATMs

The Bank opened 1 new branch by upgrading one extension counter into a full-fledged branch and 15 new ATMs during the second half of the year. As of 31 March 2008 the Bank had 407 branches, 39 Extension Counters, 28 Satellite Offices and 203 ATMs. During the current financial year, the bank has received from Reserve Bank of India license to open 56 new branches and 100 off-site ATMs.

VI) PRIVATE BANKING

The Bank extended its Private Banking reach during the year to the cities of Chennai and Hyderabad, complementing its presence in Bangalore, Delhi, Mumbai, Kolkata and Pune.

D. CAPITAL ADEQUACY RATIO:

The Capital Adequacy Ratio stood at 10.20% as at March 2008, compared to 10.56% as at March 2007.

E. REGULATORY CHANGES:

The Reserve Bank of India (RBI) vide its circular No. DBOD.No.Ret.BC.24/12.01.001/2007-08 dated July 31, 2007 has increased the CRR from 6.50% to 7% effective from the fortnight beginning August 4, 2007. Also RBI had vide its another circular No.DBOD.No.Ret.BC.82 / 12.01.001/ 2006-07 dated 20 April 2007, informed all the Banks that RBI will not be paying interest on the CRR balances maintained effective from the fortnight beginning March 31, 2007.

F. PRIVATE PLACEMENT OF EQUITY SHARES TO QUALIFIED INSTITUTIONAL BUYERS & PREFERENTIAL ALLOTMENT OF EQUITY SHARES TO ING GROUP, FOREIGN PROMOTERS:

The members of the Bank approved the above proposals at their Extraordinary General Meeting held on 06-Nov-2007. Accordingly, the Bank raised Tier I Capital of Rs.350 Crore through Private placement of equity shares to Qualified Institutional Buyers and preferential allotment to ING Mauritius Holdings and ING Mauritius Investments I, wholly owned subsidiaries of ING Group. Foreign Promoters..

G. ADOPTION OF REVISED ACCOUNTING STANDARD – (AS) 15 ON EMPLOYEE BENEFITS

The Institute of Chartered Accountants of India has made a limited revision to the Revised AS 15, whereby the transitional liability has to be either debited to the reserves and surplus (net of tax) or recognized on a straight line basis over upto a period of five years. The transitional liability (net of tax) of Rs. 57.06 Crore is debited to the General Reserves and the tax component of Rs. 29.36 Crore is recognized as deferred tax Asset on 31 March 2008. The recognition of the Transitional Liability resulted in decrease in Capital Adequacy by 44 basis points as on 31 March 2008.

G. SOCIAL INITIATIVE:

ING Vysya Foundation (IVF) was incorporated in October 2004 with a mandate to 'promote primary education for underprivileged children'. The Foundation mainly relies on the contributions from ING Vysya entities in India (viz. ING Vysya Bank Ltd., ING Vysya Life Insurance, ING Investment Management (I) Pvt. Ltd., and Optimix Limited) as well as contributions from ING Group world-wide for achieving its objectives.

ING Group has partnered with UNICEF to provide 50,000 children with primary education in 3 countries, Brazil, Ethiopia and India. ING supports 200 schools in partnership with UNICEF in the regions of Dharampuri and Krishnagiri in Tamil Nadu. Towards this initiative, the Foundation (IVF) had raised Rs.42 Lakh (through raffle booklets sale) in the year 2006 supporting 2,600 children with education, and further Rs.65 Lakh in 2007 supporting 2,000 children.

The Foundation also launched its unique initiative with Mr.Ricky Ponting, the captain of Australian Cricket team. In this initiative, for every run made by Ricky in the year 2007-2008, the Foundation sent one child "Back to School" through it's partnership with Bangalore based NGO, Sukrupa.

H. OUTLOOK:

ING Vysya Bank will continue to focus on increasing its market share of low cost deposits and on profitable growth with an emphasis on improving the liabilities mix to ensure steady results. The Bank will continue to build on the progress made.

By Order of the Board

29 April 2008

Vaughn Richter
Managing Director & CEO

ING VYSYA BANK LIMITED
Regd. Office: 22, MG Road, BANGALORE - 560 001.
Audited financial results for the period ended 31 March 2008

(Rupees in Crores)

	Particulars	Figures for the 9 months ended December 2007	Figures for the last quarter ended March 2008	Figures for the corresponding quarter of the previous year March 2007	Audited figures for the current year 2007-08	Audited figures for the previous year 2006-07
1	Interest earned (a)+(b)+(c)+(d)	1,229.89	450.55	350.95	1,680.44	1,267.63
	(a) Interest / Discount on Advances / Bills	951.57	345.32	266.20	1,296.89	959.59
	(b) Income on Investments	261.84	88.45	73.38	350.29	278.35
	(c) Interest on balances with Reserve Bank of India and Other Inter Bank Funds	15.96	4.07	11.20	20.03	28.91
	(d) Others	0.52	12.71	0.17	13.23	0.78
2	Other Income	279.60	118.59	91.93	398.19	252.25
3	Total Income (1+2)	1,509.49	569.14	442.88	2,078.63	1,519.88
4	Interest Expended	872.01	310.04	235.22	1,182.05	822.05
5	Operating Expenses (i)+(ii)	438.01	171.48	132.15	609.49	505.02
	(i) Employee cost	212.90	89.49	59.18	302.39	227.24
	(ii) Other Operating Expenses	225.11	81.99	72.97	307.10	277.78
6	Total Expenditure (4+5) (excluding Provisions and Contingencies)	1,310.02	481.52	367.37	1,791.54	1,327.07
7	Operating Profit (3-6) (Profit before Provisions and Contingencies)	199.47	87.62	75.51	287.09	192.81
8	Provisions (other than tax) and Contingencies	33.86	22.14	45.32	56.00	98.68
9	Exceptional Items	20.37	-	-	20.37	33.49
10	Profit/ (loss) from ordinary Activities before tax (7-8+9)	185.98	65.48	30.19	251.46	127.62
11	Tax expense	71.93	22.60	11.80	94.53	38.72
12	Net Profit/ (loss) from Ordinary Activities after tax (10-11)	114.05	42.88	18.39	156.93	88.90
13	Extraordinary items (net of tax expense)	-	-	-	-	-
14	Net Profit/ (Loss) for the period (12-13)	114.05	42.88	18.39	156.93	88.90
15	Paid-up equity share capital (Face Value Rs.10/- per share)	102.39	102.47	90.90	102.47	90.90
16	Reserves excluding Revaluation Reserves (as per balance sheet of previous accounting year)				1,323.67	901.60
17	Analytical Ratios					
	i) Percentage of shares held by Government of India	-	-	-	-	-
	ii) Capital Adequacy Ratio	12.23%	10.20%	10.56%	10.20%	10.56%
	iii) Earnings per share (in rupees)					
	a) Before Extraordinary items (net of tax expense)					
	-Basic	12.28	4.19	2.03	16.47	9.80
	-Diluted	12.16	4.14	2.01	16.26	9.73
		Not Annualised	Not Annualised	Not Annualised		-
	b) After Extraordinary items:					
	-Basic	12.28	4.19	2.03	16.47	9.80
	-Diluted	12.16	4.14	2.01	16.26	9.73
		Not Annualised	Not Annualised	Not Annualised		-
	iv) NPA Ratios:					
	(a) Amount of Gross Non Performing Advances	245.37	203.15	310.87	203.15	310.87
	(b) Amount of Net Non Performing Advances	95.41	103.23	114.02	103.23	114.02
	(c) Percentage of Gross Non Performing Advances	1.81%	1.38%	2.55%	1.38%	2.55%
	(d) Percentage of Net Non Performing Advances	0.71%	0.70%	0.95%	0.70%	0.95%
	v) Return on Assets (Annualised)	0.73%	0.73%	0.43%	0.74%	0.52%
18	Public Shareholding					
	- Number of Shares	57,503,939	57,586,434	51,100,317	57,586,434	51,100,317
	- Percentage of Shareholding (on Issued Capital)	55.97%	56.00%	55.99%	56.00%	55.99%

Segment Results for the year ended 31 March 2008

(Rs. in Crores)

Business Segments	Treasury		Corporate/Wholesale Banking		Retail Banking		Other Banking Operations		Total	
	For the year ended 31.03.2008	For the year ended 31.03.2007	For the year ended 31.03.2008	For the year ended 31.03.2007	For the year ended 31.03.2008	For the year ended 31.03.2007	For the year ended 31.03.2008	For the year ended 31.03.2007	For the year ended 31.03.2008	For the year ended 31.03.2007
Particulars										
Revenue	1,555.91	409.82	1,379.85	-	1,597.38	-	(14.88)	1,409.30	4,518.25	1,819.12
Less: Inter segment revenue	(1,059.84)	-	(473.70)	-	(852.50)	-	(33.21)	(226.43)	(2,419.25)	(226.43)
Net Revenue	496.07	409.82	906.15	-	744.88	-	(48.09)	1,182.87	2,099.00	1,592.69
Result	51.15	24.48	141.39	-	160.93	-	(45.99)	201.82	307.47	226.30
Unallocated expenses										
Operating Profit									307.47	226.30
Provisions and contingencies									56.01	98.68
Taxes									94.53	38.72
Share of Loss in Associates										
Minority Interest										
Extraordinary profit/loss										
Net Profit									156.93	88.90
Other Information										
Segment Assets	9,858.07	4,881.70	8,905.80	-	5,933.78	-	842.24	14,404.60	25,539.90	19,286.30
Unallocated Assets										
Total Assets	9,858.07	4,881.70	8,905.80	-	5,933.78	-	842.24	14,404.60	25,539.90	19,286.30
Segment Liabilities	2,334.52	2,898.83	5,528.48	-	14,428.58	-	1,712.67	15,284.18	24,004.25	18,183.01
Unallocated Liabilities									1,535.65	1,103.29
Total Liabilities	2,334.52	2,898.83	5,528.48	-	14,428.58	-	1,712.67	15,284.18	25,539.90	19,286.30

Notes on Segment Results:

1. Pursuant to the guidelines issued by the Reserve Bank of India on Accounting Standard 17 (Segment Reporting) – Enhancement of disclosures dated 18 April 2007, effective 31 March 2008, the additional segments of Corporate/ Wholesale Banking and Retail banking have been included for the year ended 31 March 2008.
2. Segmental results relating to the year ended 31 March 2007 have been disclosed based on reportable segments then in force and are hence not comparable with the figures for the current year.
3. Segment report has been prepared based on the stand alone financial information of the Bank.
4. 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 2008 were reviewed by the Audit Committee of the Board and approved by the Board at its meeting held on 29 April 2008.
2. The results for the year ended 31 March 2008 have been prepared following the same accounting policies as those followed in the annual financial statements for the year ended 31 March 2007 except as indicated otherwise.
3. The results for the year ended 31 March 2008 have been arrived at after considering provision for Non Performing Assets and Standard Assets (as per the guidelines issued by the Reserve Bank of India), Taxation, Pension, Gratuity, Leave Encashment, Bonus, Depreciation on Fixed Assets and other expenses.
4. The Bank has, with effect from 1 April 2007, shifted from Inclusive to Exclusive method for accounting service tax paid on input services as prescribed by Institute of Chartered Accountants of India. Consequent to such change, net profit after tax for the quarter ended 31 March 2008 is higher by Rs. 1.62 crores and for the year ended 31 March 2008 is higher by Rs. 8.15 crores including post tax transition credit of Rs. 3.75 crores. Capital Adequacy ratio as on 31 March 2008 is higher by 0.04 %.
5. The Bank has for the year ended 31 March 2008 provided for Pension, Gratuity and Leave encashment liabilities based on revised Accounting Standard (AS) 15 "Employee Benefits". The Transitional Liability (net of taxes) of Rs. 57.06 crores is debited to the General Reserves. The recognition of the Transitional Liability resulted in decrease in Capital Adequacy by 0.44 %.
6. Exceptional items for the year ended 31 March 2008 represents sale of a Non-Banking Asset resulting in pre-tax profit of Rs. 18.38 crores and divestment of the Bank's holdings in ING Investment Management (India) Private limited (IIM) resulting in pre-tax profit of Rs. 1.99 crores. Exceptional items for the previous year ended 31 March 2007 represents divestment of the Bank's holdings in Bharat Overseas Bank resulting in pre-tax and post-tax profit of Rs. 33.49 crores and Rs. 26.40 crores respectively.
7. During the year, the Bank allotted 62,09,375 equity shares of face value of Rs.10/- each by way of Qualified Institutional Placement (QIP) to Qualified Institutional Buyers (QIBs) and 50,80,947 equity shares of face value of Rs.10/- each by way of preferential allotment to ING Group, for cash at a price of Rs. 310/- including a premium of Rs. 300/- per equity share to augment the resources of the Bank.
8. Provision for Income Tax for the year includes an additional provision of Rs. 8.79 crores towards the final liability determined by the Settlement Commission in respect of the Assessments years 1994-95 to 1999-2000.
9. Information on investor complaints pursuant to Clause 41 of the listing agreement for the quarter ended 31 March 2008:
 - a) At the beginning of the quarter – 0
 - b) Received during the quarter – 46
 - c) Disposed of during the quarter – 46
 - d) Pending as at 31 March 2008 - 0

10. The Board of Directors have proposed a dividend @ 15 % for the year.

11. The consolidated figures of ING Vysya Bank Limited and its subsidiary ING Vysya Financial Services Limited are:

Gross Income	Rs.2,106.90 Crores
Net Profit after Tax	Rs. 164.95 Crores
Earnings per Share:	
Basic	Rs. 17.31
Diluted	Rs. 17.09

12. Comparative figures for the previous periods have been regrouped/ rearranged/ reclassified, where required, to conform to current classification.

For and on behalf of the Board



Vaughn Richtor
Managing Director & CEO

Place: Bangalore
Date: 29.04.2008