

**ING VYSYA BANK LIMITED**  
 Regd. Office: 22, MG Road, BANGALORE - 560 001.  
 Unaudited financial results for the period ended 31 December 2007

(Rupees in Crores)						
	Particulars	Quarter ended	Quarter ended	Year to date for	Year to date for	Previous
		31.12.2007	31.12.2006	the period	the period	Accounting
		(Unaudited)	(Unaudited)	ended	ended	Year ended
				31.12.2007	31.12.2006	31.03.2007
				(Unaudited)	(Unaudited)	(Audited)
1	Interest earned (a)+(b)+(c)+(d)	437.69	330.55	1,305.72	964.02	1,347.13
	(a) Interest / Discount on Advances / Bills	326.43	241.09	951.57	693.39	959.59
	(b) Income on Investments	89.99	67.62	261.84	204.97	278.35
	(c) Interest on balances with Reserve Bank of India and Other Inter Bank Funds	4.12	5.70	15.96	17.71	28.91
	(d) Others	17.15	16.14	76.35	47.95	80.28
2	Other Income	90.37	40.32	231.03	135.19	212.07
3	<b>Total Income (1+2)</b>	<b>528.06</b>	<b>370.87</b>	<b>1,536.75</b>	<b>1,099.21</b>	<b>1,559.20</b>
4	Interest Expended	281.82	207.88	888.98	607.58	859.32
5	Operating Expenses (i)+(ii)	164.53	115.70	448.30	374.33	507.07
	(i) Employee cost	75.59	49.46	212.90	168.05	227.24
	(ii) Other Operating Expenses	88.94	66.24	235.40	206.28	279.83
6	Total Expenditure (4+5) (excluding Provisions and Contingencies)	446.35	323.58	1,337.28	981.91	1,366.39
7	<b>Operating Profit (3-6)</b> (Profit before Provisions and Contingencies)	<b>81.71</b>	<b>47.29</b>	<b>199.47</b>	<b>117.30</b>	<b>192.81</b>
8	Provisions (other than tax) and Contingencies	27.74	25.97	33.86	53.36	98.68
9	Exceptional Items	18.38	-	20.37	33.49	33.49
10	Profit/ (loss) from ordinary Activities before tax (7-8+9)	72.35	21.32	185.98	97.43	127.62
11	Tax expense	29.60	6.99	71.93	26.92	38.72
12	<b>Net Profit/ (loss) from Ordinary Activities after tax (10-11)</b>	<b>42.75</b>	<b>14.33</b>	<b>114.05</b>	<b>70.51</b>	<b>88.90</b>
13	Extraordinary items (net of tax expense)	-	-	-	-	-
14	<b>Net Profit/ (Loss) for the period (12-13)</b>	<b>42.75</b>	<b>14.33</b>	<b>114.05</b>	<b>70.51</b>	<b>88.90</b>
15	Paid-up equity share capital (Face Value Rs. 10/- per share)	102.39	90.80	102.39	90.80	90.90
16	Reserves excluding Revaluation Reserves (as per balance sheet of previous accounting year)					901.60
17	Analytical Ratios					
	i) Percentage of shares held by Government of India	-	-	-	-	-
	ii) Capital Adequacy Ratio	12.23%	10.70%	12.23%	10.70%	10.56%
	iii) Earnings per share (in rupees)					
	a) Before Extraordinary items (net of tax expense)					
	-Basic	4.42	1.58	12.28	7.77	9.80
	-Diluted	4.37	1.57	12.16	7.72	9.73
		Not Annualised	Not Annualised	Not Annualised	Not Annualised	-
	b) After Extraordinary items:					
	-Basic	4.42	1.58	12.28	7.77	9.80
	-Diluted	4.37	1.57	12.16	7.72	9.73
		Not Annualised	Not Annualised	Not Annualised	Not Annualised	-
	iv) NPA Ratios:					
	(a) Amount of Gross Non Performing Advances	245.37	369.23	245.37	369.23	310.87
	(b) Amount of Net Non Performing Advances	95.41	137.96	95.41	137.96	114.02
	(c) Percentage of Gross Non Performing Advances	1.81%	3.34%	1.81%	3.34%	2.55%
	(d) Percentage of Net Non Performing Advances	0.71%	1.27%	0.71%	1.27%	0.95%
	v) Return on Assets (Annualised)	0.79%	0.33%	0.73%	0.55%	0.52%
18	Public Shareholding					
	- Number of Shares	57,503,939	50,998,610	57,503,939	50,998,610	51,100,317
	- Percentage of Shareholding ( on Issued Capital)	55.97%	55.94%	55.97%	55.94%	55.99%

H

Segment Results for the period ended 31 December 2007

Business Segments	Treasury					Other Banking Operations					Total				
	For the quarter ended 31.12.2007	For the quarter ended 31.12.2006	For the period ended 31.12.2007	For the period ended 31.12.2006	For the accounting year ended 31.03.2007	For the quarter ended 31.12.2007	For the quarter ended 31.12.2006	For the period ended 31.12.2007	For the period ended 31.12.2006	For the accounting year ended 31.03.2007	For the quarter ended 31.12.2007	For the quarter ended 31.12.2006	For the period ended 31.12.2007	For the period ended 31.12.2006	For the accounting year ended 31.03.2007
<b>Particulars</b>															
Revenue	125.15	80.28	374.10	294.61	409.82	458.83	339.14	1,333.27	1,001.90	1,409.30	583.98	419.42	1,707.57	1,296.51	1,819.12
Less: Inter segment revenue	-	-	-	-	-	37.54	48.55	150.25	163.81	226.43	37.54	48.55	150.25	163.81	226.43
Net Revenue	125.15	80.28	374.10	294.61	409.82	421.29	290.59	1,183.02	838.09	1,182.87	546.44	370.87	1,557.12	1,132.70	1,592.69
Result	46.10	(4.32)	95.20	23.62	24.48	53.99	51.61	124.64	127.17	201.82	100.09	47.29	219.84	150.79	226.30
Unallocated expenses															
Operating Profit											100.09	47.29	219.84	150.79	226.30
Provisions and contingencies											27.74	25.97	33.86	53.36	98.68
Taxes											29.60	6.99	71.93	26.92	38.72
Share of Loss in Associates															
Minority Interest															
Extraordinary profit/loss															
Net Profit											42.75	14.33	114.05	70.51	88.90
<b>Other Information</b>															
Segment Assets	5,785.16	4,673.10	5,785.16	4,673.10	4,881.70	16,480.55	13,474.94	16,480.55	13,474.94	14,404.60	22,265.71	18,148.04	22,265.71	18,148.04	19,286.30
Unallocated Assets															
Total Assets	5,785.16	4,673.10	5,785.16	4,673.10	4,881.70	16,480.55	13,474.94	16,480.55	13,474.94	14,404.60	22,265.71	18,148.04	22,265.71	18,148.04	19,286.30
Segment Liabilities	3,575.93	1,834.24	3,575.93	1,834.24	2,898.83	17,120.61	15,222.88	17,120.61	15,222.88	15,284.18	20,696.54	17,057.12	20,696.54	17,057.12	18,183.01
Unallocated Liabilities															
Total Liabilities	3,575.93	1,834.24	3,575.93	1,834.24	2,898.83	17,120.61	15,222.88	17,120.61	15,222.88	15,284.18	20,696.54	17,057.12	20,696.54	17,057.12	18,183.01

A

**Notes on Segment Results:**

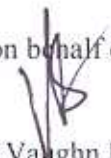
1. As the Bank operates only in the domestic segment there are no other geographic segments.

**Notes on Financial Results:**

- 1) The above results for the quarter ended 31 December 2007 were reviewed by the Audit Committee of the Board and approved by the Board at its meeting held on 25 January 2008.
- 2) The results for the quarter ended 31 December 2007 have been subject to a limited review by the statutory auditors of the Bank as per the requirements of the listing agreement.
- 3) The unaudited financial results for the quarter ended 31 December 2007 have been prepared based on the same accounting policies as those adopted in the preparation of the annual financial statements for the year ended 31 March 2007 except as indicated in 4 and 5 below.
- 4) During the quarter ended 30 June 2007, the Bank had, 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 December 2007 is higher by Rs. 1.48 crores and for the period ended 31 December 2007 is higher by Rs. 6.53 crores including post tax transition credit of Rs. 3.75 crores. Capital Adequacy ratio as on 31 December 2007 is higher by 0.04%.
- 5) The Bank has for the quarter and period ended 31 December 2007 provided for pro-rata Pension, Gratuity and Leave encashment liabilities based on revised Accounting Standard (AS) 15 "Employee benefits" in the profit and loss account for the quarter and period ended 31 December 2007. The transitional liability under the revised AS15 will be recognized at the end of the current fiscal.
- 6) Pursuant to the Reserve Bank of India (RBI) directives dated 11 July 2007, amortization of premia on investments in the Held to Maturity (HTM) category is reclassified from "Other income" to "Interest income from investments" for the quarter and period ended 31 December 2007. On account of the said reclassification, net interest income is now lower by Rs. 13.68 crores for the quarter ended 31 December 2007 (corresponding previous quarter: Rs. 13.80) and Rs. 41.27 crores for the period ended 31 December 2007 (corresponding previous period: Rs. 40.44 crores). Prior period figures have been reclassified to conform to the current classification.
- 7) Exceptional items for the quarter ended 31 December 2007 represents sale of a Non-Banking Asset resulting in pre-tax and post-tax profit of Rs. 18.38 crores and Rs. 12.13 crores respectively. Exceptional items for earlier periods represent divestment of the Bank's holdings in Bharat Overseas Bank during the quarter ended 30 September 2006, resulting in pre-tax and post-tax profit of Rs. 33.49 crores and Rs. 26.40 crores respectively and divestment of the Bank's holdings in ING Investment Management (India) Private limited (IIM) during the quarter ended 30 June 2007 resulting in pre-tax profit of Rs. 1.99 crores.
- 8) Pursuant to the resolution passed by the Shareholders of the Bank at the Extraordinary General Meeting (EGM) held on 6 November 2007, 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.

- 9) Information on investor complaints pursuant to Clause 41 of the listing agreement for the quarter ended 31 December 2007:
- a) At the beginning of the quarter – 0
  - b) Received during the quarter – 49
  - c) Disposed of during the quarter – 49
  - d) Pending as at 31 December 2007 - 0
- 10) 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 Richter  
Managing Director & CEO

Place: Bangalore  
Date: 25 January 2008