

Third-Quarter 2008 Review

October 27, 2008

Lynell Walton

**Vice President
Investor Relations**

Forward-Looking Statement

This presentation contains certain forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. These statements include, but are not limited to, descriptions of Old National's financial condition, results of operations, asset and credit quality trends, profitability and projected earnings. Forward-looking statements can be identified by the use of words "anticipate," "believe," "expect," "intend," "could," and "should," and other words of similar meaning. These forward-looking statements express management's current expectations or forecasts of future events and, by their nature, are subject to risks and uncertainties and there are a number of factors that could cause actual results to differ materially from those in such statements. Factors that might cause such a difference include, but are not limited to, market, economic, operational, liquidity, credit and interest rate risks associated with Old National's business, competition, government legislation and policies, ability of Old National to execute its business plan and to remediate the credit issues identified in this presentation, changes in the economy which could materially impact credit quality trends and the ability to generate loans and gather deposits, failure or circumvention of our internal controls, failure or disruption of our information systems, significant changes in accounting, tax or regulatory practices or requirements, other matters discussed in this presentation and other factors identified in the Company's Form 10-K and other periodic filings with the Securities and Exchange Commission. These forward-looking statements are made only as of the date of this presentation, and Old National undertakes no obligation to release revisions to these forward-looking statements to reflect events or conditions after the date of this presentation.

Non-GAAP Financial Measures

These slides contain non-GAAP financial measures. For purposes of Regulation G, a non-GAAP financial measure is a numerical measure of the registrant's historical or future financial performance, financial position or cash flows that excludes amounts, or is subject to adjustments that have the effect of excluding amounts, that are included in the most directly comparable measure calculated and presented in accordance with GAAP in the statement of income, balance sheet or statement of cash flows (or equivalent statements) of the issuer; or includes amounts, or is subject to adjustments that have the effect of including amounts, that are excluded from the most directly comparable measure so calculated and presented. In this regard, GAAP refers to generally accepted accounting principles in the United States. Pursuant to the requirements of Regulation G, Old National Bancorp has provided reconciliations within the slides, as necessary, of the non-GAAP financial measure to the most directly comparable GAAP financial measure.

Agenda

- Third-quarter earnings overview
- Credit quality/ loan portfolio granularity
- Net interest margin analysis
- Capital review
- Investment portfolio detail
- Financial outlook
- Q & A

Bob Jones

President

Chief Executive Officer

Quarterly Highlights

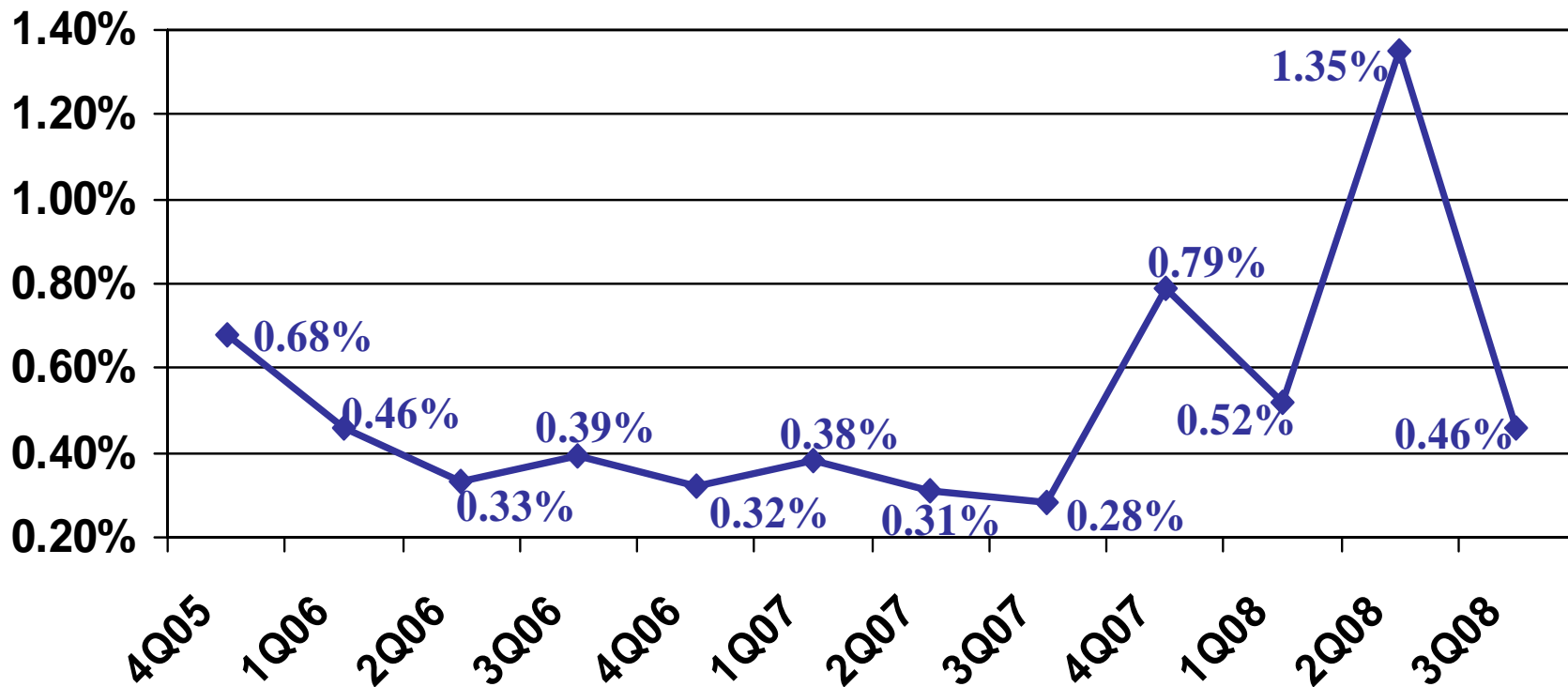
- Net income of \$17.0 million, or \$.26 per share
 - Capital and liquidity ratios remain strong
 - Allowance coverage of non-performing loans improves to .93% from .91%
 - Operating fundamentals remain strong

Daryl Moore

**Executive Vice President
Chief Credit Officer**

Risk Profile

Quarterly Net Charge-Offs

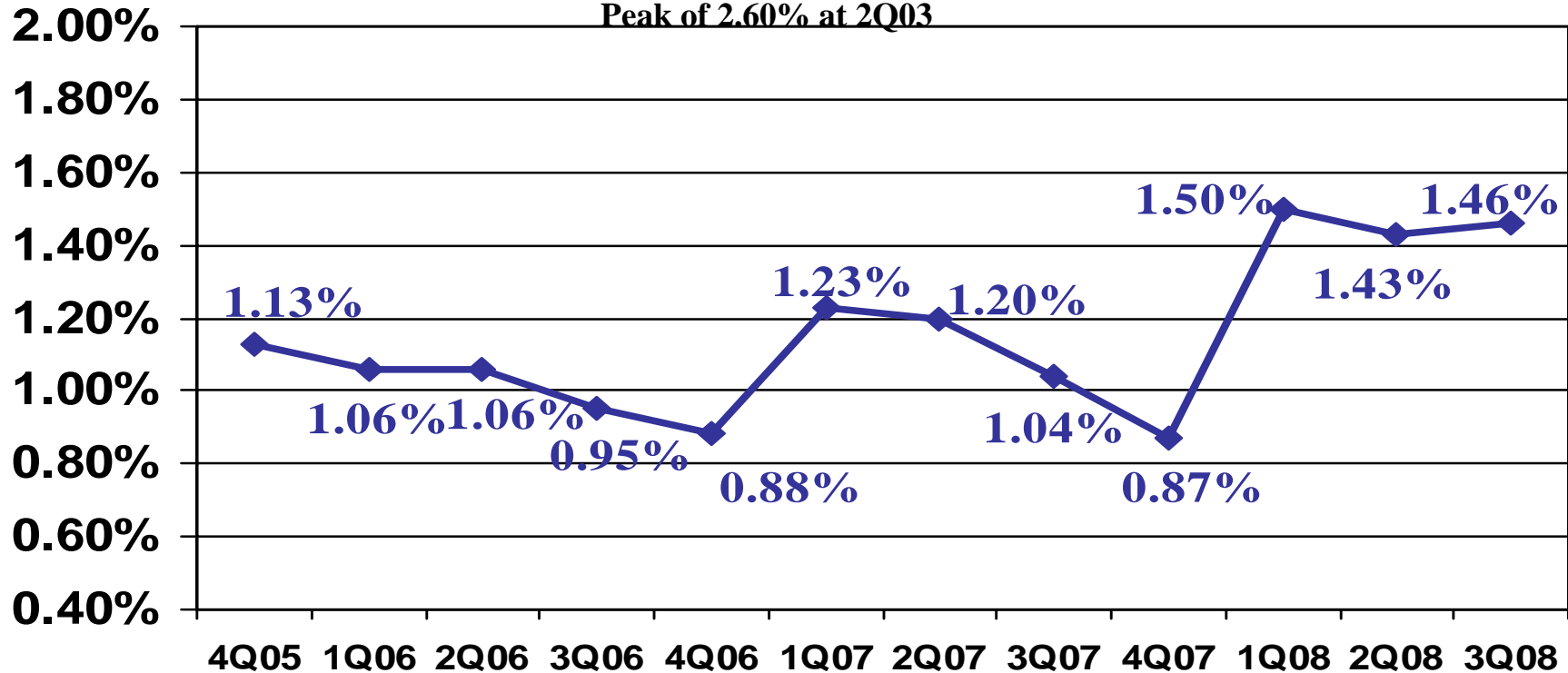


1Q08, 2Q08 and 3Q08 include \$3.0 million, or .26%, \$10.9 million, or .93%, and \$1.7 million, or .14%, respectively, associated with the misconduct of a former Indianapolis loan officer.

Risk Profile

Nonaccrual Loans (As a % of end of period loans)

Peak of 2.60% at 2Q03



Risk Profile

Nonaccrual Relationships \$2 Million or Greater

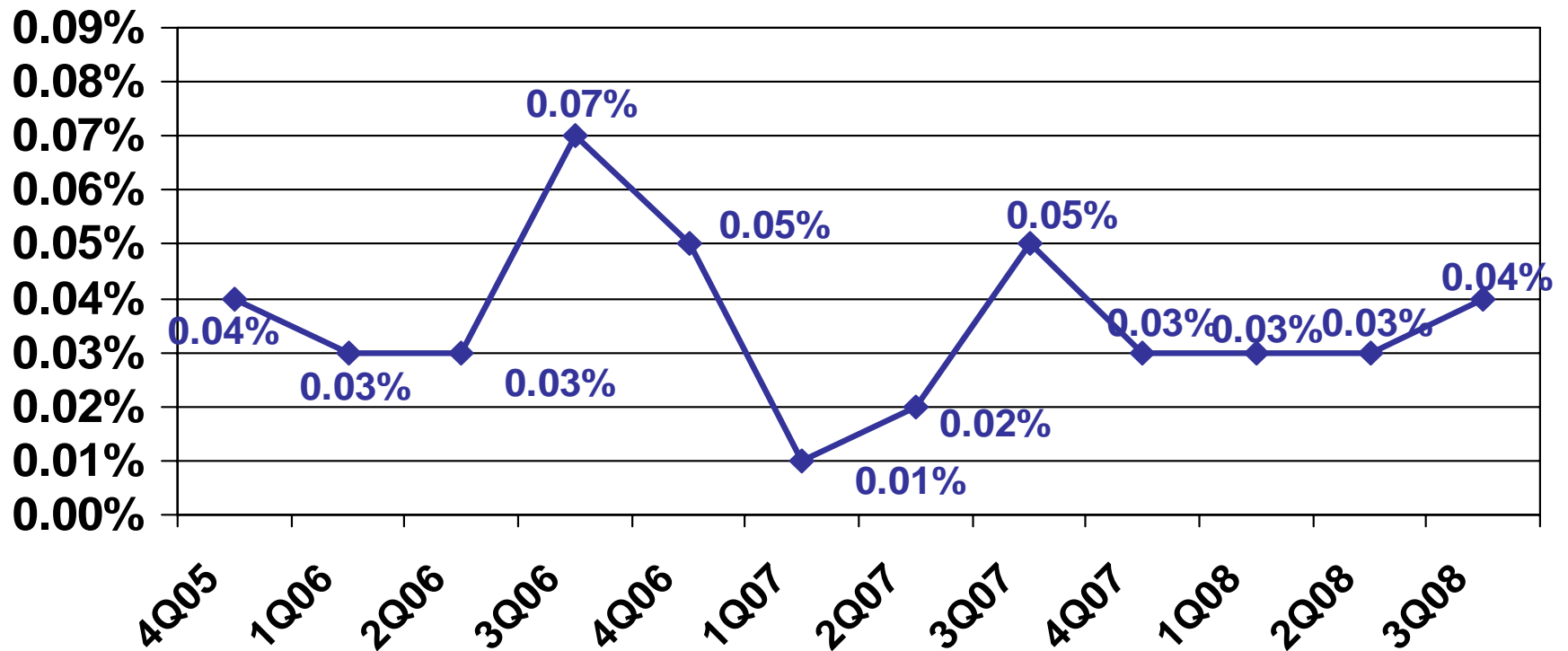
(\$ in millions)	3Q07	4Q07	2Q08	3Q08
Count (#)	2	3	8	9
Total Exposure	\$11.6	\$15.8	\$35.0	\$33.2
Dollar Outstanding	\$10.2	\$10.1	\$34.7	\$32.3
Associated Impairment	\$4.2	\$2.4	\$12.4	\$9.2

Loan Type Breakdown – Outstandings (\$ in millions)	3Q08
Commercial	\$9.5
Commercial Real Estate	\$22.8

Geographic Concentration – Outstandings (\$ in millions)	3Q08
Indianapolis Region (Includes \$9.9 million fraud related)	\$17.4

Risk Profile

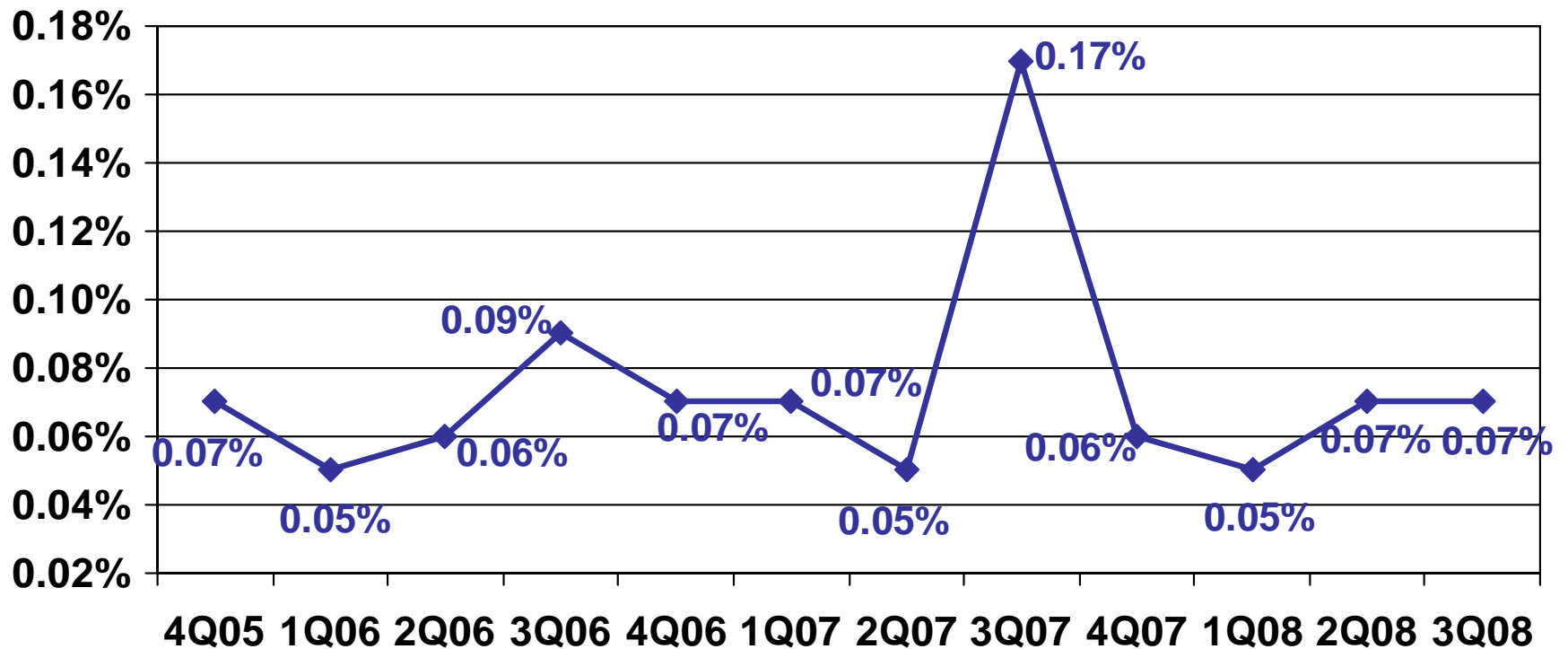
90+ Day Delinquent Loans (As a % of End of Period Total Loans)



Risk Profile

OREO & Other Repossessed Property

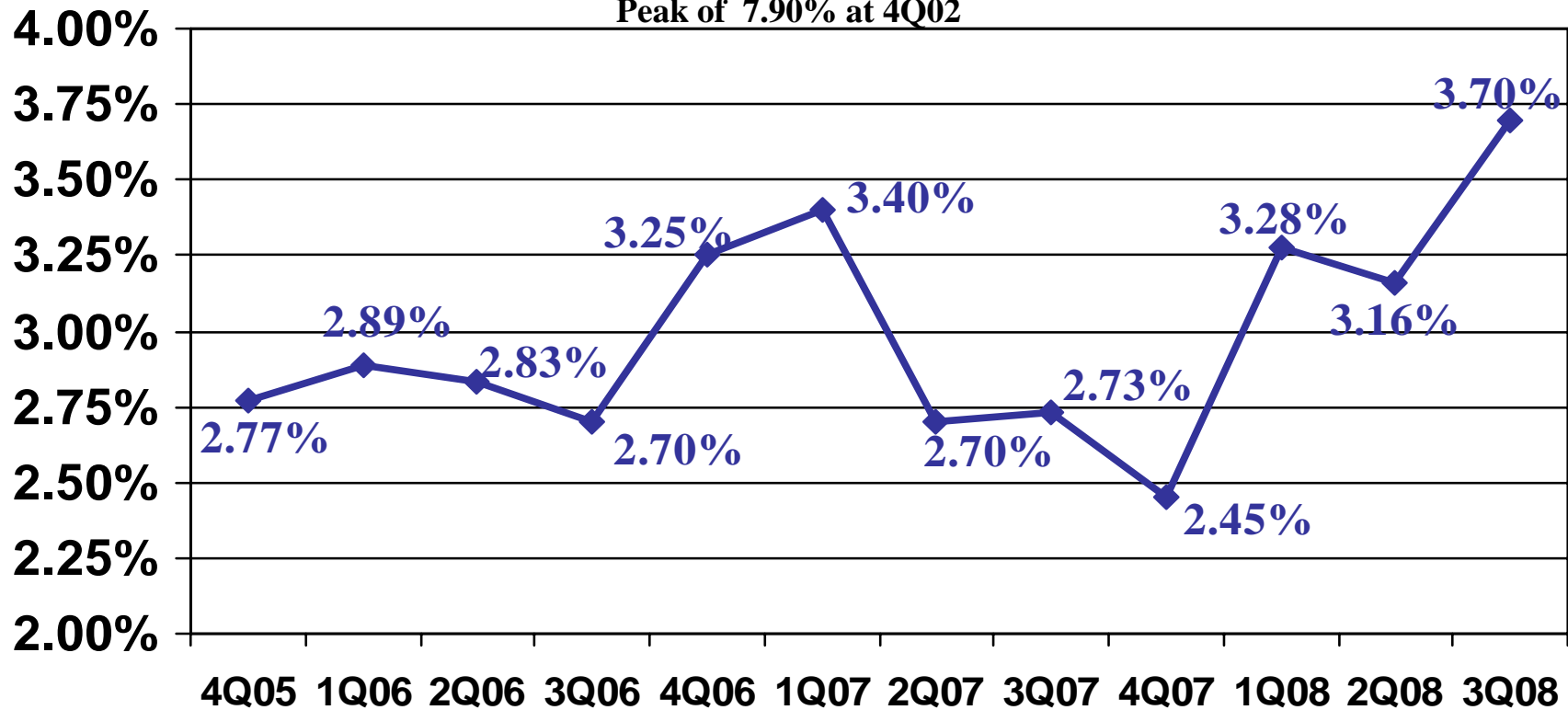
(As a % of End of Period Total Loans)



Risk Profile

Classified Loans (includes nonaccrual loans) (As a % of End of Period Total Loans)

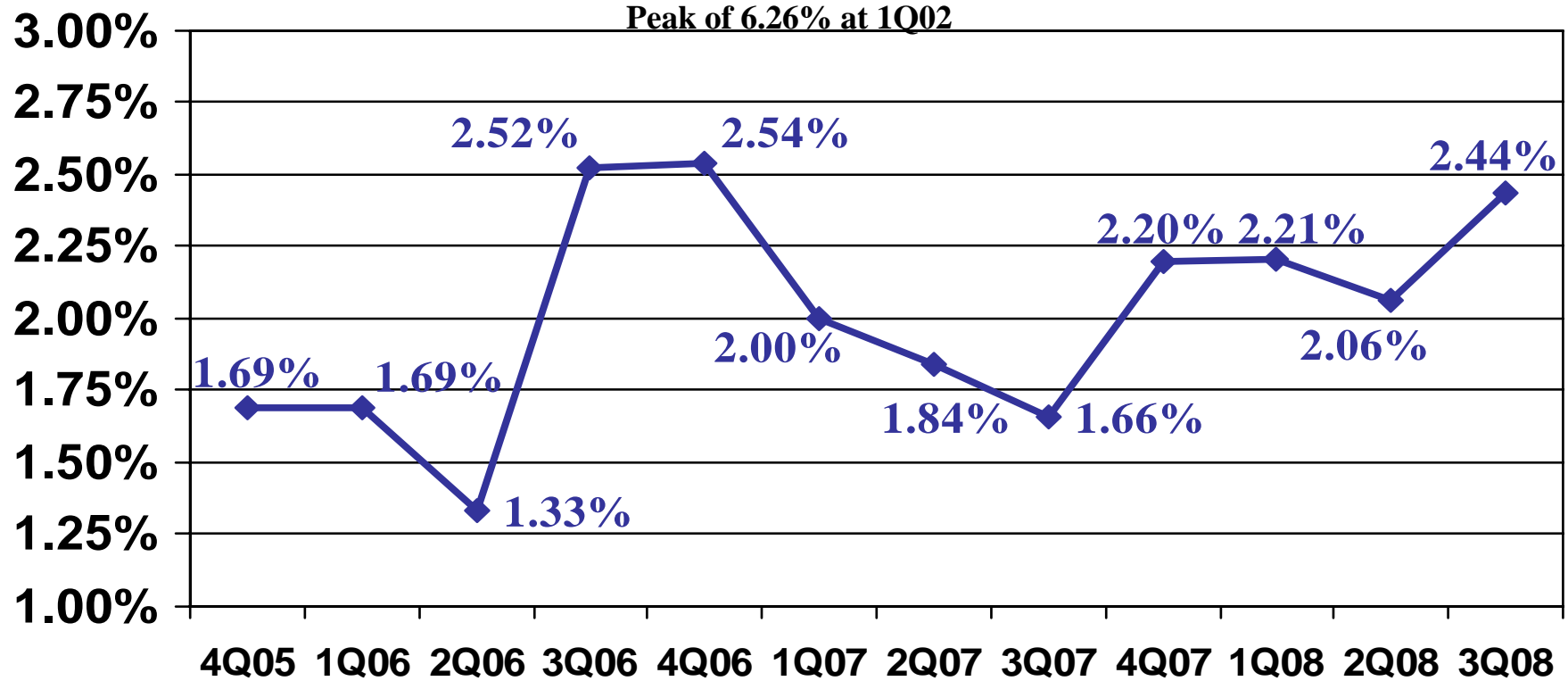
Peak of 7.90% at 4Q02



Classified loans are loans with a well-defined weakness that jeopardizes the liquidation of the debt and characterized by the distinct “possibility” that the bank will sustain some loss if the deficiencies are not corrected.

Risk Profile

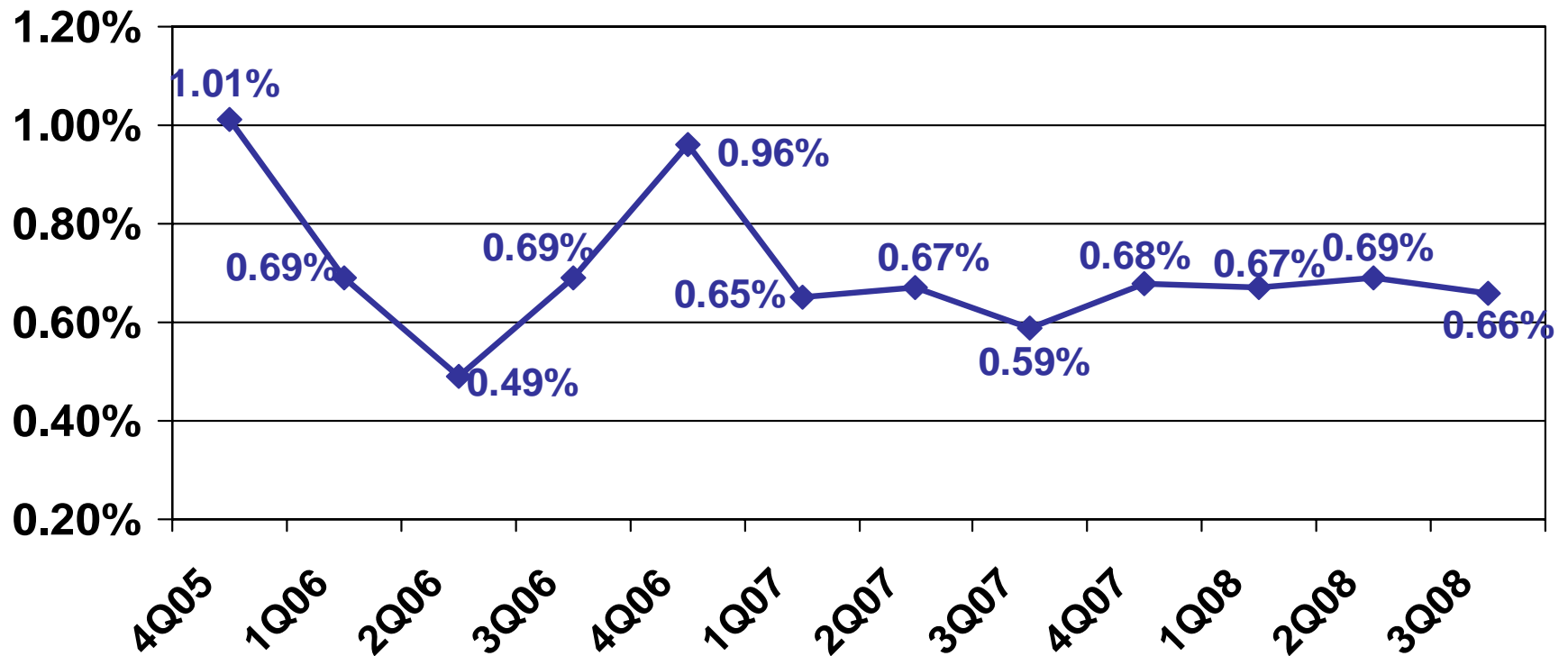
Criticized Loans (As a % of End of Period Total Loans)



Criticized loans are loans exhibiting a potential weakness that deserves management's close attention.

Risk Profile

30+ Day Delinquent Loans (As a % of End of Period Total Loans)



Risk Profile

30+ Day Delinquent Loans Specific Segment Overview (As a % of End of Period Total Loans)

30+ Day Delinquent Loans	3Q07	4Q07	2Q08	3Q08
Commercial Real Estate	.22%	.42%	.58%	.34%
First Mortgage Residential Real Estate	1.65%	1.55%	1.34%	1.43%
Home Equity Lines Of Credit	.91%	.85%	.82%	.77%

Loan Type as a % of Total Loans	3Q07	4Q07	2Q08	3Q08
Commercial Real Estate	27.5%	27.0%	25.2%	24.9%
First Mortgage Residential Real Estate	11.6%	11.6%	11.2%	11.1%
Home Equity Lines Of Credit	5.4%	5.3%	5.3%	5.6%

Home Equity Lines of Credit Loan-To-Value Overview

LTV	% of Total Portfolio (Face)	% of Total Portfolio Outstanding	Approximated Average Credit Bureau Score
>= 90%	16%	22%	737
>= 80% to 89.9%	18%	20%	761
<80%	66%	58%	770

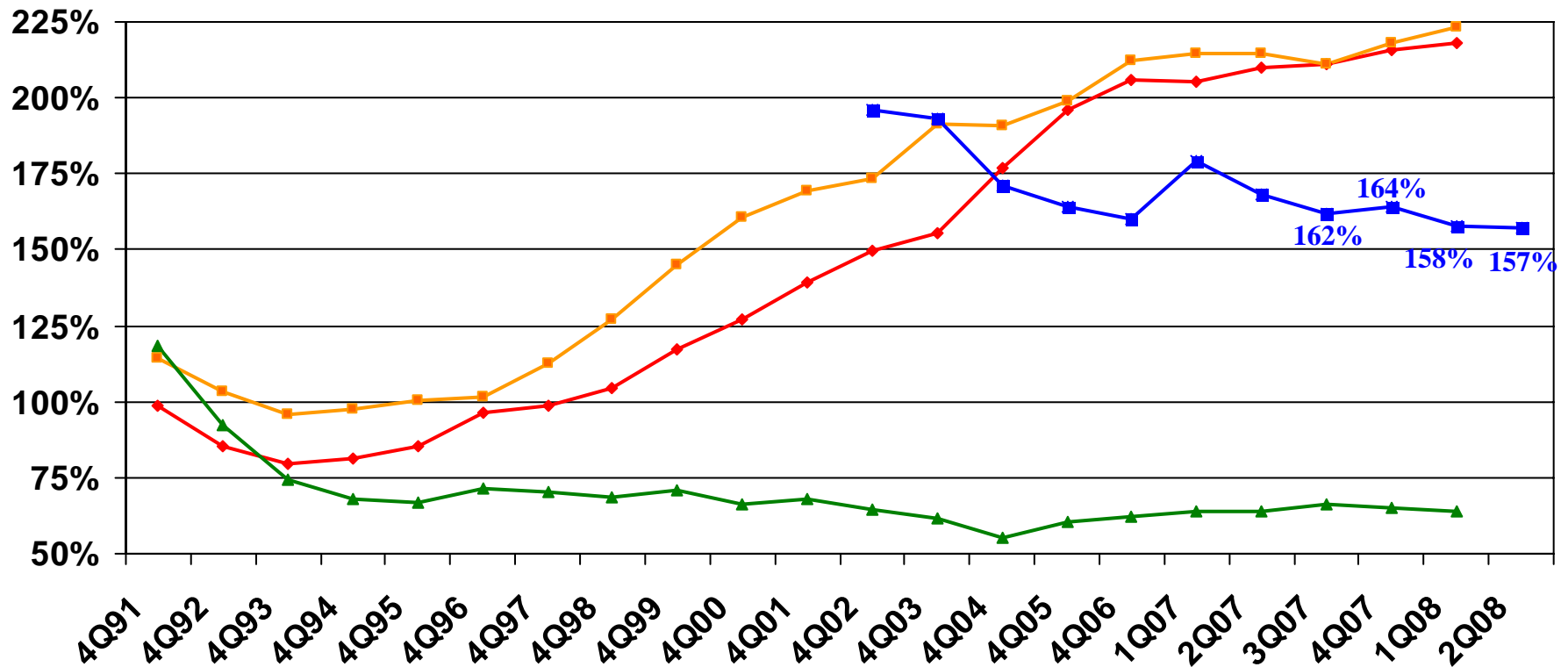
Risk Profile

Home Equity Lines of Credit Large Dollar Exposure Overview

Commitment	% of Total Portfolio (Face)	% of Total Portfolio Outstanding	Approximated Average Credit Bureau Score
>= \$500,000	3%	2%	772
>\$100,000 to \$499,999	23%	23%	761

CRE as a % of Capital

Community Banks Mid-Sized Banks Large Banks ONB



Source: OCC per Bank Call Reports. CRE: Construction & Land Development + Multifamily RE + Nonfarm Nonresidential + Unsecured C&I for RE; Capital: Total RBC.

*Effective 1Q07, the Call Reports segregated owner and non-owner occupied non-farm non-residential loans, and the proportion was applied retroactively to adjust historical data in order to conform to OCC 2006-46 (Concentrations in Commercial Real Estate Lending, Sound Risk Management Practices: Interagency Guidance on CRE Concentration Risk Management).

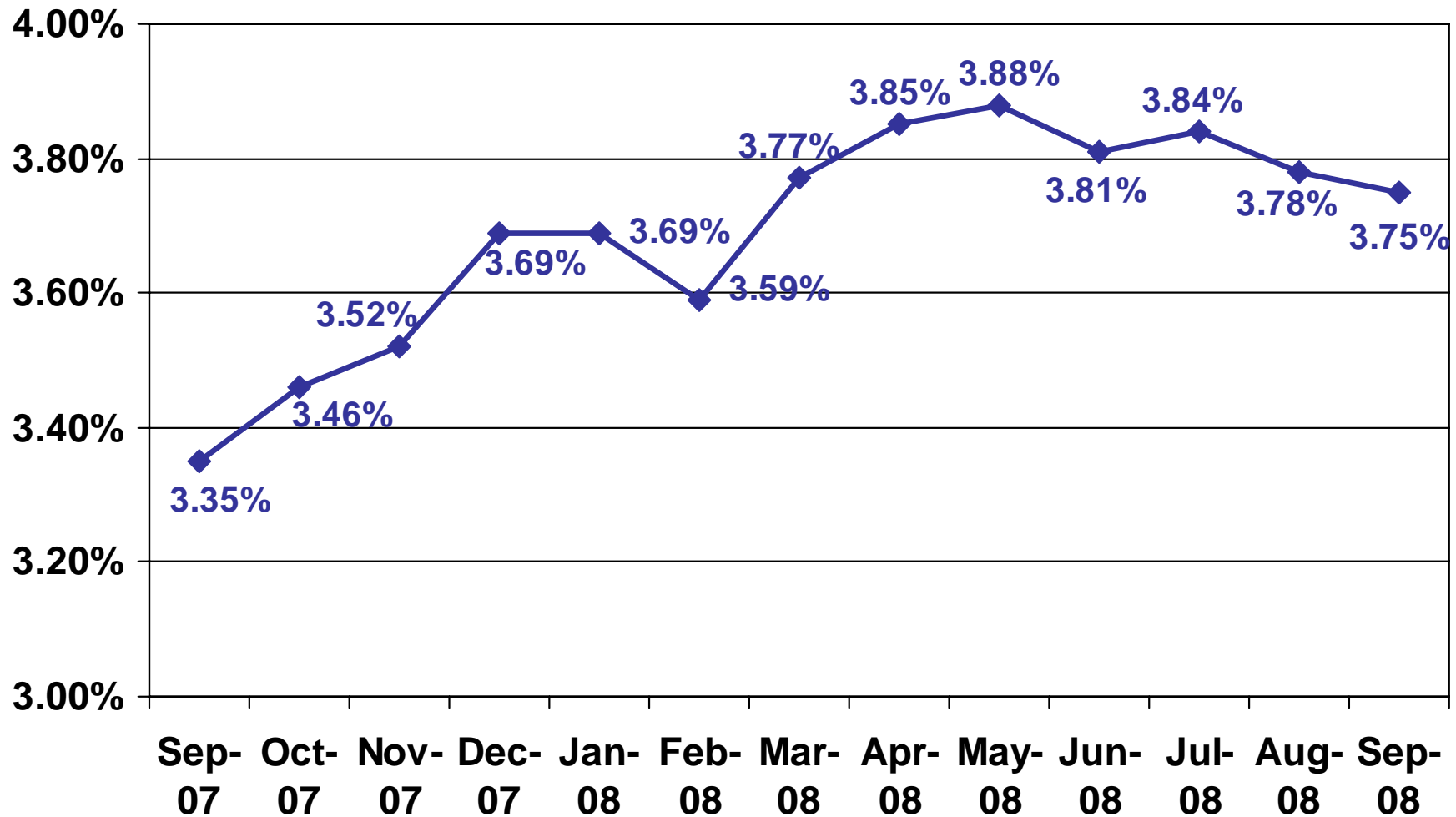
Chris Wolking

**Senior Executive Vice President
Chief Financial Officer**

Net Interest Margin

- Net interest margin of 3.79%, decrease of 6 bps from 2Q08
 - Net interest income decrease of \$1.4 million, or 2.1%
 - Average earning assets declined \$51.0 million, or .7%
 - Average investments declined \$41.9 million
 - Average loans declined \$9.2 million
- Net interest margin increase of 42 bps from 3Q07

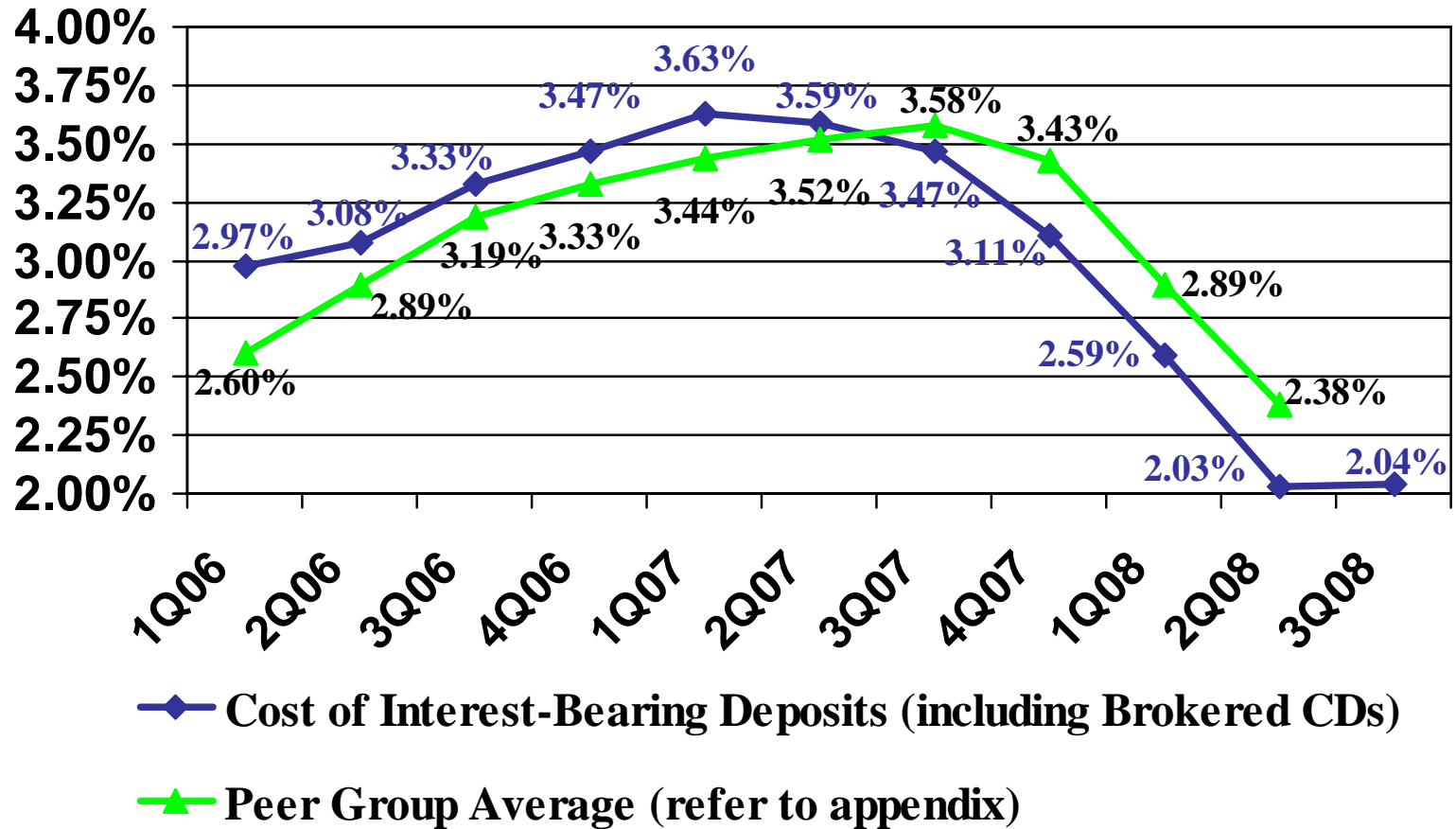
Monthly Net Interest Margin



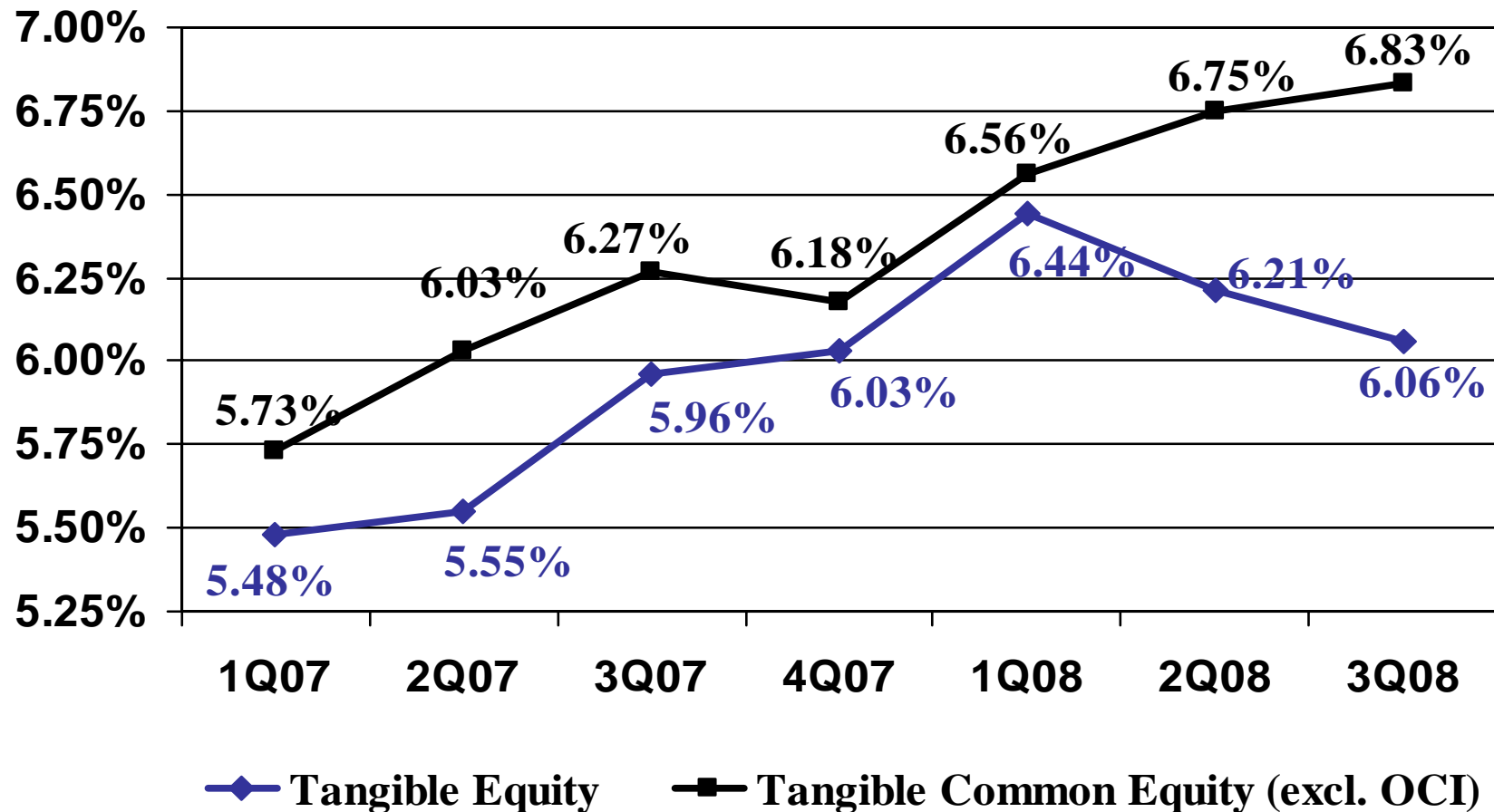
Net Interest Margin Analysis

2Q08 Net Interest Margin	3.85%
Asset Yields	(.06)%
Interest-Bearing Liability Costs	-0-%
Mix/Volume/Other	(.06)%
# of Days	.06%
3Q08 Net Interest Margin	3.79%

Deposit Costs



Tangible Equity Ratios



Tangible common equity long-term financial target of 6% to 7%.

Note: Refer to the appendix of this presentation for a complete explanation and reconciliation of all non-gaap numbers.

Investment Portfolio

(\$ in millions)	Book Value 3Q08	Market Value 3Q08	Market Value 2Q08	Market Value \$ Change
U.S. Government Agencies-Senior Debentures				
Federal National Mortgage Association		\$174.7	\$179.9	
Federal Home Loan Mortgage Corporation		69.4	64.1	
Federal Home Loan Bank		65.8	79.2	
Federal Farm Credit Bank		9.9	10.0	
Subtotal	\$320.4	\$319.8	\$333.2	(\$13.4)
Mortgage Backed Securities				
Issued or guaranteed by FNMA, FHLMC, GNMA		\$972.5	\$854.0	
Nonagency guaranteed		230.6	247.8	
Subtotal	\$1,241.7	\$1,203.1	\$1,101.8	\$101.3
Corporate Securities				
Trust Preferred		\$29.6	\$49.2	
Other Corporate		112.7	134.7	
Subtotal	\$179.2	\$142.3	\$183.9	(\$41.6)
Municipal Securities	\$326.1	\$327.4	\$328.0	(\$.6)
Other Securities	\$76.9	\$76.9	\$76.8	\$.1
Total Market Value	\$2,144.3	\$2,069.5	\$2,023.7	\$45.8

Bob Jones

President

Chief Executive Officer

2008 Outlook

- Full-year 2008 earnings per share guidance of \$1.10 to \$1.15
 - Allows additional reserve coverage for potential loan losses
 - Lower than anticipated Company owned life insurance income
- Capital and liquidity position should remain strong

Thank you

Questions

Appendix

Non-GAAP Reconciliations

(end of period balances- \$ in millions)	4Q06	1Q07	2Q07	3Q07	4Q07	1Q08	2Q08	3Q08
Total Shareholders' Equity	\$642.4	\$640.7	\$625.6	\$647.4	\$652.9	\$675.4	\$649.0	\$635.4
Deduct: Goodwill and Intangible Assets	(134.2)	(194.4)	(192.8)	(191.9)	(191.0)	(190.3)	(188.7)	(187.8)
Tangible Shareholders' Equity	508.2	446.3	432.8	455.5	461.9	485.1	460.3	447.6
Deduct: Other Comprehensive Income	(25.1)	(20.2)	(37.0)	(23.4)	(11.3)	(8.9)	(40.2)	(56.5)
Tangible Common Shareholders' Equity	\$533.3	\$466.5	\$469.8	\$479.0	\$473.2	\$494.0	\$500.5	\$504.1
Total Assets	\$8,149.5	\$8,331.6	\$7,987.7	\$7,832.5	\$7,846.1	\$7,723.5	\$7,601.8	\$7,568.3
Add: Trust Overdrafts	.8	.3	.2	.1	1.7	.1	.1	.3
Deduct: Goodwill and Intangible Assets	(134.2)	(194.4)	(192.8)	(191.9)	(191.0)	(190.3)	(188.7)	(187.8)
Tangible Assets	\$8,016.2	\$8,137.5	\$7,795.1	\$7,640.7	\$7,656.8	\$7,533.2	\$7,413.1	\$7,380.9
Tangible Equity to Tangible Assets	6.34%	5.48%	5.55%	5.96%	6.03%	6.44%	6.21%	6.06%
Tangible Common Equity to Tangible Assets	6.65%	5.73%	6.03%	6.27%	6.18%	6.56%	6.75%	6.83%

Third-Quarter 2008 Review

Regional Balance Sheet

Commercial Loans and Leases (\$ in millions)	3Q08 Actual	2Q08 Actual	\$ Change	% Change
North Central (Bloomington, IN)	\$44.4	\$33.7	\$10.7	31.8%
Northeast (Muncie, IN)	133.8	118.5	15.3	12.9
Western Kentucky	73.3	65.9	7.4	11.2
Louisville, KY	154.3	144.1	10.2	7.1
Evansville, IN	578.3	555.8	22.5	4.0
Vincennes, IN	83.5	80.7	2.8	3.5
Indianapolis, IN	231.5	228.2	3.3	1.4
Jasper, IN	136.2	137.8	(1.6)	(1.2)
Northern (Mishawaka, IN)	82.8	89.4	(6.6)	(7.4)
Southern Illinois (Carbondale, IL)	56.7	62.4	(5.7)	(9.1)
Northwest (Terre Haute, IN)	198.4	242.2	(43.8)	(18.1)
Subtotal	\$1,773.2	\$1,758.7	\$14.5	.8%
Other	26.6	67.4	(40.8)	(60.5)
Total	\$1,799.8	\$1,826.1	\$(26.3)	(1.4)%

N/M = Not Meaningful

Third-Quarter 2008 Review

Regional Balance Sheet

Consumer Loans, excluding home equity lines (\$ in millions)	3Q08 Actual	2Q08 Actual	\$ Change	% Change
Louisville, KY	\$40.2	\$34.4	\$5.8	16.9%
Southern Illinois (Carbondale, IL)	50.8	48.5	2.3	4.7
Indianapolis, IN	66.8	64.0	2.8	4.4
Western Kentucky	126.9	124.9	2.0	1.6
Northeast (Muncie, IN)	105.0	103.7	1.3	1.3
Evansville, IN	298.9	302.8	(3.9)	(1.3)
Northwest (Terre Haute, IN)	166.2	168.8	(2.6)	(1.5)
Jasper, IN	26.0	26.7	(.7)	(2.6)
North Central (Bloomington, IN)	13.9	14.4	(.5)	(3.5)
Vincennes, IN	31.6	32.9	(1.3)	(4.0)
Northern (Mishawaka, IN)	13.0	13.7	(.7)	(5.1)
Subtotal	\$939.3	\$934.8	\$4.5	.5%
Other	2.0	1.1	.9	81.8
Total	\$941.3	\$935.9	\$5.4	.6%

N/M = Not Meaningful

Third-Quarter 2008 Review

Regional Balance Sheet

Noninterest-Bearing Demand Deposits (\$ in millions)	3Q08 Actual	2Q08 Actual	\$ Change	% Change
Louisville, KY	\$17.0	\$14.5	\$2.5	17.2%
Northeast (Muncie, IN)	81.1	73.8	7.3	9.9
Evansville, IN	234.0	230.9	3.1	1.3
Jasper, IN	46.2	45.9	.3	.7
Western Kentucky	72.7	75.0	(2.3)	(3.1)
Indianapolis, IN	67.4	69.6	(2.2)	(3.2)
North Central (Bloomington, IN)	22.6	23.5	(.9)	(3.8)
Northwest (Terre Haute, IN)	140.6	147.5	(6.9)	(4.7)
Northern (Mishawaka, IN)	33.6	35.3	(1.7)	(4.8)
Southern Illinois (Carbondale, IL)	56.4	59.4	(3.0)	(5.1)
Vincennes, IN	41.9	45.4	(3.5)	(7.7)
Subtotal	\$813.5	\$820.8	\$(7.3)	(.9)%
Other	32.2	37.8	(5.6)	(14.8)
Total	\$845.7	\$858.6	\$(12.9)	(1.5)%

New Financial Center Growth

Total Core Deposits (\$ in millions)	3Q08 Actual	2Q08 Actual	\$ Change	% Change
Indianapolis, Indiana:				
Fishers (3/03)	\$21.9	\$21.1	\$.8	3.8%
Carmel (4/03)	26.8	25.0	1.8	7.2
Greenwood (6/03)	27.5	23.5	4.0	17.0
96 th and Gray (8/04)	16.5	14.8	1.7	11.5
Zionsville (relocated 11/04)	39.3	39.6	(.3)	(.8)
Clay Terrace (7/05)	14.7	12.7	2.0	15.7
Broadripple (8/05)	13.5	11.9	1.6	13.4
Geist (10/06)	6.9	4.8	2.1	43.8
Greenwood East (10/06)	6.8	5.5	1.3	23.6
Louisville, Kentucky:				
Preston Pointe (10/04)	38.2	41.5	(3.3)	(8.0)
Shelbyville Road (5/06)	16.7	12.2	4.5	36.9
Hurstbourne Lane (1/07)	7.2	6.8	.4	5.9
Chamberlain Pointe (7/08)	.5	N/A	.5	N/A
Lafayette, Indiana:				
Lafayette Pavilions (11/06)	18.5	13.3	5.2	39.1
Promenade Parkway (4/08)	1.7	.7	1.0	142.9
Ft. Wayne, Indiana:				
Chestnut Hills (4/08)	2.2	.8	1.4	175.0

N/A = Not Applicable

Third-Quarter 2008 Review

Noninterest Income

- Fees, service charges and other revenue totaled \$39.1 million for 3Q08
 - Represents a \$2.7 million decrease from 2Q08 and a \$1.3 million increase from 3Q07
 - \$2.0 million decrease from 2Q08 relates to Other Income

Noninterest Expenses

- Noninterest expenses totaled \$72.5 million for 3Q08
 - Represents a \$2.4 million decrease from 2Q08
 - Includes \$2.7 million in decreases in salaries and employee benefits – mainly restricted stock and incentive accrual adjustments
 - Represents a \$7.0 million increase from 3Q07
 - Primarily increases in occupancy expense (relating to lease expense derived from the sale leaseback transactions) and marketing expenses
 - Also contributing were increases in salaries and employee benefits and other expenses

Peer Group

Name	Ticker	Name	Ticker
1st Source Corp	SRCE	Hancock Holding	HBHC
AMCORE Financial	AMFI	Integra Bank Corp	IBNK
Associated Banc Corp	ASBC	International Bancshrs	IBOC
Bank of Hawaii	BOH	Irwin Financial	IFC
BancorpSouth Inc	BXS	Old National Bancorp	ONB
BOK Financial Group	BOKF	South Financial Group	TSFG
Citizens Republic Bancorp	CRBC	Susquehanna Bancshrs	SUSQ
Colonial Bancorp	CNB	TCF Financial	TCB
Cullen Frost Bankers	CFR	Trustmark Corp	TRMK
First Merchants Corp	FRME	UMB Financial Corp	UMBF
First Midwest Bancorp	FMBI	Valley National Bancorp	VLV
FirstMerit Corp	FMER	Whitney Holding Corp	WTNY
Fulton Financial Corp	FULT		