

## Statement for the third quarter - consolidated Euro-Trade Bank Ltd. and its subsidiaries , Main data, NIS million

Taken from the quarterly report to 30.09.2004, reported amounts at 30.09.2004 (2003 in adjusted amounts).



Summary consolidated balance sheet	30.09.2004	31.12.2003	Banking group's share of the banking system	
			30.09.2004	31.12.2003
Cash and deposits in banks <sup>(1)</sup>	8	24	0.0%	0.0%
Securities	44	48	0.0%	0.0%
Credit to the public	72	119	0.0%	0.0%
Credit to the government	0	0	0.0%	0.0%
Investments in companies included on an equity basis	0	0	0.0%	0.0%
Buildings and equipment	1	2	0.0%	0.0%
Other assets	3	6	0.0%	0.0%
<b>Total assets</b>	<b>127</b>	<b>200</b>	<b>0.0%</b>	<b>0.0%</b>
Deposits of the public	85	148	0.0%	0.0%
Deposits of banks <sup>(1)</sup>	0	2	0.0%	0.0%
Deposits of the government	0	0	0.0%	0.0%
Bonds and subordinated notes	2	2	0.0%	0.0%
Other liabilities	2	3	0.0%	0.0%
<b>Total liabilities</b>	<b>-89</b>	<b>-155</b>	<b>0.0%</b>	<b>0.0%</b>
Quasi-capital items	0	0	0.0%	0.0%
Minority shareholders' rights	0	0		
Equity	38	45	0.1%	0.1%

Summary consolidated profit and loss statement	Nine months to		Banking group's share of the banking system		Three months to
	30.09.2004	30.09.2003	30.09.2004	30.09.2003	
Net interest profit before loan-loss provision	6.4	6.4	0.0%	0.0%	1.1
Loan-loss provision	3.5	6.9	0.1%	0.2%	2.4
Operating and other income	1.0	2.1	0.0%	0.0%	0.2
Of which: Operating income	1.0	2.1	0.0%	0.0%	0.2
Operating and other expenses	10.4	7.9	0.1%	0.1%	3.3
Of which: Salaries and related expenses	3.7	3.1	0.0%	0.0%	1.2
Ordinary before-tax provision	-6.4	-5.5	not calculated	not calculated	-4.4
Provision for taxes on ordinary profit	0.0	0.1	0.0%	0.0%	0.0
Ordinary after-tax profit	-6.4	-5.6	not calculated	not calculated	-4.4
Bank's share in the profit of subsidiaries	0.0	0.0			0.0
Share of minority shareholders in profit of consolidated companies	0.0	0.0			0.0
Extraordinary after-tax profit	-0.1	-3.3			0.0
<b>Net profit</b>	<b>-6.5</b>	<b>-8.9</b>	not calculated	not calculated	<b>-4.4</b>

Balances and rates of return on financial items by indexation base consolidated on 30.09.2004	Unindexed NIS	CPI-indexed NIS	Foreign Currency <sup>(2)</sup>	Total financial items
Balance of financial assets on balance-sheet date	84	20	22	126
Balance of financial liabilities on balance-sheet date	67	9	12	88
Excess of financial assets over financial liabilities	17	11	10	38
Total indexation balance (incl. forwards <sup>(3)</sup> and options in term of basis assets)	30	11	-3	38
Rate of income on assets (percent) <sup>(4)</sup>	4.84	5.26	5.85	5.22
Rate of expenditure on liabilities (percent) <sup>(4)</sup>	-5.69	-5.65	-4.43	-5.24
Interest-rate differential	-0.85	-0.39	1.42	-0.02

Problem borrowers	30.09.2004	31.12.2003
Total credit risk dew to problem borrowers	32	41
Total credit to problem borrowers	32	41

Main financial ratios - consolidated (percent)	30.09.2004	31.12.2003
Equity/balance-sheet ratio	30.03	22.47
Financial capital/equity ratio	98.69	94.63
Equity/risk-weighted-assets ratio	54.53	37.52
Return on equity (net profit/gross weighted capital ratio) <sup>(5)</sup>	-14.47	-23.57
Operating income/operating expenses ratio <sup>(6)</sup>	9.84	24.19

(1) See note no. 5.1.4 in the introduction.

(2) Including foreign-currency indexed NIS.

(3) Forwards transactions.

(4) Nine-month rate of income (expenses), on annual basis including hedging, embedded and ALM derivatives.

(5) Annual basis.

(6) For nine months. Comparative data are annual.