

Statement for the third quarter - consolidated Investec Bank (Israel) Ltd. and its subsidiaries , Main data, NIS millior

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 ⁽¹⁾	2,314	3,609	2.4%	3.6%
Securities	1,163	886	0.9%	0.7%
Credit to the public	1,271	1,328	0.2%	0.2%
Credit to the government	67	66	1.4%	1.2%
Investments in companies included on an equity basis	2	2	0.1%	0.1%
Buildings and equipment	62	107	0.6%	1.0%
Other assets	121	309	0.7%	1.3%
Total assets	5,001	6,307	0.6%	0.8%
Deposits of the public	4,368	5,513	0.6%	0.8%
Deposits of banks ⁽¹⁾	19	25	0.1%	0.1%
Deposits of the government	0	0	0.0%	0.0%
Bonds and subordinated notes	0	0	0.0%	0.0%
Other liabilities	138	227	0.6%	0.8%
Total liabilities	4,525	5,765	0.6%	0.7%
Quasi-capital items	0	0	0.0%	0.0%
Minority shareholders' rights	0	0		
Equity	476	542	1.0%	1.2%

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	73.1	62.8	0.5%	0.4%	22.6
Loan-loss provision	3.5	3.6	0.1%	0.1%	1.2
Operating and other income	67.6	53.4	0.8%	0.7%	20.1
Of which: Operating income	60.8	48.8	0.8%	0.7%	18.9
Operating and other expenses	97.4	93.4	0.7%	0.7%	31.0
Of which: Salaries and related expenses	51.5	47.6	0.6%	0.6%	16.0
Ordinary before-tax provision	39.8	25.3	0.6%	0.5%	10.5
Provision for taxes on ordinary profit	15.8	12.5	0.5%	0.5%	5.3
Ordinary after-tax profit	24.0	12.8	0.7%	0.5%	5.2
Bank's share in the profit of subsidiaries	0.6	-0.3			0.0
Share of minority shareholders in profit of consolidated companies	0.0	0.0			0.0
Extraordinary after-tax profit	-42.7	0.6			-11.2
Net profit	-18.1	13.1	not calculated	0.5%	-6.0

Balances and rates of return on financial items by indexation base consolidated on 30.09.2004	Unindexed NIS	CPI-indexed NIS	Foreign Currency ⁽²⁾	Total financial items
Balance of financial assets on balance-sheet date	2,707	210	1,929	4,846
Balance of financial liabilities on balance-sheet date	2,334	69	2,043	4,447
Excess of financial assets over financial liabilities	372	142	-115	399
Total indexation balance (incl. forwards ⁽³⁾ and options in term of basis assets)	236	142	22	399
Rate of income on assets (percent) ⁽⁴⁾	4.35	6.80	4.74	4.60
Rate of expenditure on liabilities (percent) ⁽⁴⁾	-3.51	-5.78	-3.48	-3.53
Interest-rate differential	0.84	1.02	1.26	1.08

Problem borrowers	30.09.2004	31.12.2003
Total credit risk dew to problem borrowers	182	204
Total credit to problem borrowers	180	203

Main financial ratios - consolidated (percent)	30.09.2004	31.12.2003
Equity/balance-sheet ratio	9.52	8.60
Financial capital/equity ratio	83.90	75.66
Equity/risk-weighted-assets ratio	22.50	19.00
Return on equity (net profit/gross weighted capital ratio) ⁽⁵⁾	-4.60	4.30
Operating income/operating expenses ratio ⁽⁶⁾	69.40	58.95

(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.