

Statement for the third quarter - consolidated Bank Yahav Le-Ovdei Hamdina 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 ⁽¹⁾	4,368	4,183	3.1%	2.8%
Securities	1,873	1,957	1.4%	1.6%
Credit to the public	1,245	1,088	0.2%	0.2%
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	124	124	1.2%	1.2%
Other assets	41	35	0.2%	0.1%
Total assets	7,651	7,386	0.9%	0.9%
Deposits of the public	7,155	6,943	1.0%	1.0%
Deposits of banks ⁽¹⁾	10	10	0.0%	0.0%
Deposits of the government	0	1	0.0%	0.0%
Bonds and subordinated notes	0	0	0.0%	0.0%
Other liabilities	99	87	0.4%	0.3%
Total liabilities	7,264	7,041	0.9%	0.9%
Quasi-capital items	0	0	0.0%	0.0%
Minority shareholders' rights	0	0		
Equity	387	346	0.8%	0.8%

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	127.1	101.8	0.8%	0.7%	41.3
Loan-loss provision	3.7	2.4	0.1%	0.1%	1.0
Operating and other income	116.6	109.1	1.3%	1.3%	39.7
Of which: Operating income	59.2	55.5	0.8%	0.8%	18.8
Operating and other expenses	163.3	157.9	1.1%	1.2%	57.2
Of which: Salaries and related expenses	89.1	88.8	1.0%	1.1%	32.5
Ordinary before-tax provision	76.7	52.7	1.2%	1.1%	22.8
Provision for taxes on ordinary profit	36.5	25.9	1.3%	1.1%	10.6
Ordinary after-tax profit	40.2	26.8	1.1%	1.1%	12.2
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	0.2	1.1			0.0
Net profit	40.4	27.9	1.0%	1.2%	12.2

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	4,126	3,043	359	7,528
Balance of financial liabilities on balance-sheet date	3,938	2,978	348	7,264
Excess of financial assets over financial liabilities	187	65	11	264
Total indexation balance (incl. forwards ⁽³⁾ and options in term of basis assets)	3	249	11	264
Rate of income on assets (percent) ⁽⁴⁾	5.19	6.06	3.80	5.51
Rate of expenditure on liabilities (percent) ⁽⁴⁾	-2.27	-4.98	-2.38	-3.42
Interest-rate differential	2.93	1.08	1.42	2.09

Problem borrowers	30.09.2004	31.12.2003
Total credit risk dew to problem borrowers	47	68
Total credit to problem borrowers	44	62

Main financial ratios - consolidated (percent)	30.09.2004	31.12.2003
Equity/balance-sheet ratio	5.06	4.68
Financial capital/equity ratio	68.10	64.20
Equity/risk-weighted-assets ratio	15.10	15.80
Return on equity (net profit/gross weighted capital ratio) ⁽⁵⁾	15.90	12.00
Operating income/operating expenses ratio ⁽⁶⁾	71.40	71.04

(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.