

**Statement for the third quarter - bank
"Mashavim" United Mizrahi" Bank Issuing Company Ltd. , Main data, NIS millior**

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



Summary balance sheet	30.09.2004	31.12.2003
Cash and deposits in banks ⁽¹⁾	31	30
Securities	0	0
Credit to the public	0	0
Credit to the government	5	10
Investments in companies included on an equity basis	0	0
Buildings and equipment	5	5
Other assets	0	0
Total assets	41	45
Deposits of the public	0	0
Deposits of banks ⁽¹⁾	0	0
Deposits of the government	0	0
Bonds and subordinated notes	5	10
Other liabilities	0	0
Total liabilities	5	10
Quasi-capital items	0	0
Minority shareholders' rights	0	0
Equity	36	35

Summary profit and loss statement	Nine months to		THREE MONTHS TO
	30.09.2004	30.09.2003	30.09.2004
Net interest profit before loan-loss provision	1.3	0.5	0.3
Loan-loss provision	0.0	0.0	0.0
Operating and other income	0.4	0.4	0.1
Of which: Operating income	0.0	0.0	0.0
Operating and other expenses	0.4	0.4	0.1
Of which: Salaries and related expenses	0.1	0.1	0.0
Ordinary before-tax provision	1.3	0.9	0.3
Provision for taxes on ordinary profit	0.4	0.4	0.1
Ordinary after-tax profit	0.9	0.6	0.2
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	0.0	0.0	0.0
Net profit	0.9	0.6	0.2

Balances and rates of return on financial items by indexation base on 30.09.2004	Unindexed NIS	CPI-indexed NIS	Foreign Currency ⁽²⁾	Total financial items
Balance of financial assets on balance-sheet date	0	35	0	36
Balance of financial liabilities on balance-sheet date	0	5	0	5
Excess of financial assets over financial liabilities	0	31	0	31
Total indexation balance (incl. forwards ⁽³⁾ and options in term of basis assets)	0	31	0	31
Rate of income on assets (percent) ⁽⁴⁾	3.51	5.86	0.00	5.81
Rate of expenditure on liabilities (percent) ⁽⁴⁾	0.00	-6.80	0.00	-6.78
Interest-rate differential	3.51	-0.94	0.00	-0.97

Problem borrowers	30.09.2004	31.12.2003
Total credit risk dew to problem borrowers	0	0
Total credit to problem borrowers	0	0

Main financial ratios - percent	30.09.2004	31.12.2003
Equity/balance-sheet ratio	87.62	76.93
Financial capital/equity ratio	86.44	85.74
Equity/risk-weighted-assets ratio	322.03	306.03
Return on equity (net profit/gross weighted capital ratio) ⁽⁵⁾	3.23	1.93
Operating income/operating expenses ratio ⁽⁶⁾	96.43	95.00

⁽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.