

Statement for the third quarter - consolidated Bank Massad 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⁾	888	1,111	0.6%	0.7%
Securities	550	568	0.4%	0.5%
Credit to the public	1,051	1,000	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	58	60	0.6%	0.6%
Other assets	7	8	0.0%	0.0%
Total assets	2,554	2,747	0.3%	0.3%
Deposits of the public	2,293	2,505	0.3%	0.4%
Deposits of banks ⁽¹⁾	7	6	0.0%	0.0%
Deposits of the government	0	0	0.0%	0.0%
Bonds and subordinated notes	0	0	0.0%	0.0%
Other liabilities	18	22	0.1%	0.1%
Total liabilities	2,318	2,533	0.3%	0.3%
Quasi-capital items	0	0	0.0%	0.0%
Minority shareholders' rights	0	0		
Equity	236	215	0.5%	0.5%

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	82.7	77.1	0.5%	0.5%	24.6
Loan-loss provision	7.3	7.8	0.2%	0.2%	1.7
Operating and other income	52.1	47.2	0.6%	0.6%	17.1
Of which: Operating income	36.8	35.2	0.5%	0.5%	11.9
Operating and other expenses	87.2	81.2	0.6%	0.6%	28.1
Of which: Salaries and related expenses	45.1	42.0	0.5%	0.5%	13.8
Ordinary before-tax provision	40.3	37.0	0.6%	0.8%	11.9
Provision for taxes on ordinary profit	18.0	16.6	0.6%	0.7%	5.4
Ordinary after-tax profit	22.3	20.4	0.6%	0.8%	6.5
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	0.3			0.0
Net profit	22.3	20.7	0.5%	0.9%	6.5

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	1,525	787	185	2,496
Balance of financial liabilities on balance-sheet date	1,494	653	170	2,318
Excess of financial assets over financial liabilities	30	133	15	178
Total indexation balance (incl. forwards ⁽³⁾ and options in term of basis assets)	23	134	20	178
Rate of income on assets (percent) ⁽⁴⁾	7.26	6.52	3.45	6.68
Rate of expenditure on liabilities (percent) ⁽⁴⁾	-2.28	-5.22	-2.34	-3.16
Interest-rate differential	4.98	1.30	1.11	3.52

Problem borrowers	30.09.2004	31.12.2003
Total credit risk dew to problem borrowers	146	138
Total credit to problem borrowers	142	136

Main financial ratios - consolidated (percent)	30.09.2004	31.12.2003
Equity/balance-sheet ratio	9.25	7.81
Financial capital/equity ratio	75.37	71.99
Equity/risk-weighted-assets ratio	16.36	14.98
Return on equity (net profit/gross weighted capital ratio) ⁽⁵⁾	14.10	15.20
Operating income/operating expenses ratio ⁽⁶⁾	59.75	55.68

(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.