

Statement for the third quarter - bank Industrial Dev. Bank 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	Bank's share of the banking system	
			30.09.2004	31.12.2003
Cash and deposits in banks ⁽¹⁾	110	144	0.1%	0.1%
Securities	66	85	0.0%	0.1%
Credit to the public	8,520	9,190	1.5%	1.6%
Credit to the government	893	905	18.9%	15.8%
Investments in companies included on an equity basis	0	0	0.0%	0.0%
Buildings and equipment	2	5	0.0%	0.0%
Other assets	26	28	0.1%	0.1%
Total assets	9,617	10,356	1.1%	1.2%
Deposits of the public	510	620	0.1%	0.1%
Deposits of banks ⁽¹⁾	1,540	2,173	5.6%	8.9%
Deposits of the government	6,976	6,949	42.3%	41.0%
Bonds and subordinated notes	29	28	0.1%	0.1%
Other liabilities	55	76	0.2%	0.3%
Total liabilities	9,110	9,847	1.1%	1.2%
Quasi-capital items	322	314	100.0%	100.0%
Minority shareholders' rights	0	0		
Equity	185	196	0.4%	0.4%

Summary profit and loss statement	Nine months to		Bank'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	50.6	30.7	0.3%	0.2%	12.1
Loan-loss provision	49.0	92.6	1.3%	2.0%	9.8
Operating and other income	31.1	13.7	0.3%	0.2%	10.5
Of which: Operating income	3.3	4.8	0.0%	0.1%	1.4
Operating and other expenses	35.4	48.9	0.2%	0.4%	12.2
Of which: Salaries and related expenses	15.5	24.9	0.2%	0.3%	5.3
Ordinary before-tax provision	-2.7	-100.5	not calculated	not calculated	0.6
Provision for taxes on ordinary profit	0.0	-2.7	0.0%	not calculated	0.0
Ordinary after-tax profit	-2.7	-97.8	not calculated	not calculated	0.6
Bank's share in the profit of subsidiaries	0.0	-0.4			0.0
Share of minority shareholders in profit of consolidated companies	0.2	0.0			0.0
Extraordinary after-tax profit	0.0	0.1			0.0
Net profit	-2.5	-98.1	not calculated	not calculated	0.6

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	815	1,690	7,045	9,551
Balance of financial liabilities on balance-sheet date	1,765	627	6,716	9,109
Excess of financial assets over financial liabilities	-950	1,063	329	442
Total indexation balance(incl.forwards ⁽³⁾ and options in term of basis assets)	-456	866	33	442
Rate of income on assets (percent) ⁽⁴⁾	6.17	6.94	11.43	10.14
Rate of expenditure on liabilities(percent) ⁽⁴⁾	-4.37	-4.84	-11.26	-9.35
Interest-rate differential	1.80	2.10	0.17	0.80

Problem borrowers	30.09.2004	31.12.2003
Total credit risk dew to problem borrowers	1,320	1,447
Total credit to problem borrowers	1,181	1,260

Main financial ratios - percent	30.09.2004	31.12.2003
Equity/balance-sheet ratio	1.93	1.89
Financial capital/equity ratio	238.40	220.91
Equity/risk-weighted-assets ratio	-0.70	-0.24
Return on equity (net profit/gross weighted capital ratio) ⁽⁵⁾	-1.71	-37.47
Operating income/operating expenses ratio ⁽⁶⁾	87.85	34.47

(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.