

Statement for the third quarter - consolidated

The First International Mortgage Bank 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⁾	1	1	0.0%	0.0%
Securities	0	0	0.0%	0.0%
Credit to the public	8,126	7,817	1.4%	1.4%
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	11	12	0.1%	0.1%
Other assets	19	13	0.1%	0.1%
Total assets	8,157	7,842	1.0%	0.9%
Deposits of the public	892	1,024	0.1%	0.2%
Deposits of banks ⁽¹⁾	6,380	5,983	8.8%	10.2%
Deposits of the government	116	107	0.7%	0.6%
Bonds and subordinated notes	115	122	0.3%	0.3%
Other liabilities	28	21	0.1%	0.1%
Total liabilities	7,532	7,257	0.9%	0.9%
Quasi-capital items	0	0	0.0%	0.0%
Minority shareholders' rights	23	22		
Equity	602	563	1.3%	1.3%

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	75.4	64.6	0.5%	0.5%	24.7
Loan-loss provision	10.0	11.0	0.3%	0.2%	2.7
Operating and other income	38.6	41.1	0.4%	0.5%	13.0
Of which: Operating income	36.5	37.4	0.5%	0.6%	12.2
Operating and other expenses	37.1	35.9	0.3%	0.3%	12.7
Of which: Salaries and related expenses	17.3	16.5	0.2%	0.2%	6.1
Ordinary before-tax provision	66.9	66.0	1.0%	1.4%	22.3
Provision for taxes on ordinary profit	27.0	29.8	0.9%	1.3%	9.9
Ordinary after-tax profit	39.9	36.2	1.1%	1.5%	12.4
Bank's share in the profit of subsidiaries	0.0	0.0			0.0
Share of minority shareholders in profit of consolidated companies	-1.4	-1.5			-0.5
Extraordinary after-tax profit	0.0	0.0			0.0
Net profit	38.5	34.7	0.9%	1.4%	11.9

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	720	6,267	1,158	8,145
Balance of financial liabilities on balance-sheet date	535	5,820	1,164	7,518
Excess of financial assets over financial liabilities	186	447	-6	626
Total indexation balance (incl. forwards ⁽³⁾ and options in term of basis assets)	186	447	-6	626
Rate of income on assets (percent) ⁽⁴⁾	5.21	6.93	5.89	6.66
Rate of expenditure on liabilities (percent) ⁽⁴⁾	-4.71	-6.34	-4.79	-6.04
Interest-rate differential	0.50	0.59	1.10	0.62

Problem borrowers	30.09.2004	31.12.2003
Total credit risk dew to problem borrowers	285	294
Total credit to problem borrowers	285	294

Main financial ratios - consolidated (percent)	30.09.2004	31.12.2003
Equity/balance-sheet ratio	7.38	7.18
Financial capital/equity ratio	104.09	102.84
Equity/risk-weighted-assets ratio	11.60	11.50
Return on equity (net profit/gross weighted capital ratio) ⁽⁵⁾	9.20	8.50
Operating income/operating expenses ratio ⁽⁶⁾	104.04	113.02

(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.