



Statement for 31/12/2004 - bank
Poalei Agudat Israel Bank Ltd. , Main data, NIS million

Taken from the annual report to 31.12.2004, Reported amounts at 2004 (2002-03 adjusted to CPI for 12.2003)

Summary balance sheet	End of year			Bank's share of the banking system		
	2004	2003	2002	2004	2003	2002
Cash and deposits in banks ⁽¹⁾	1,124	1,352	1,217	0.8%	0.9%	0.8%
Securities	624	151	155	0.5%	0.1%	0.1%
Credit to the public	815	886	869	0.1%	0.2%	0.2%
Credit to the government	0	0	0	0.0%	0.0%	0.0%
Investments in companies included on an equity basis	0	0	0	0.0%	0.0%	0.0%
Buildings and equipment	25	26	27	0.2%	0.2%	0.3%
Other assets	9	8	8	0.0%	0.0%	0.0%
Total assets	2,597	2,423	2,276	0.3%	0.3%	0.3%
Deposits of the public	2,126	2,108	1,973	0.3%	0.3%	0.3%
Deposits of banks ⁽¹⁾	176	46	69	0.3%	0.1%	0.1%
Deposits of the government	0	0	0	0.0%	0.0%	0.0%
Bonds and subordinated notes	0	0	0	0.0%	0.0%	0.0%
Other liabilities	27	23	19	0.1%	0.1%	0.1%
Total liabilities	2,329	2,177	2,061	0.3%	0.3%	0.3%
Quasi-capital items	0	0	0	0.0%	0.0%	0.0%
Equity	268	245	216	0.6%	0.6%	0.5%

Summary profit and loss statement	End of year			Bank's share of the banking system		
	2004	2003	2002	2004	2003	2002
Net interest profit before loan-loss provision	84.6	75.5	69.9	0.4%	0.4%	0.4%
Loan-loss provision	13.0	13.4	14.9	0.2%	0.2%	0.2%
Operating and other income	73.0	71.1	63.0	0.6%	0.6%	0.6%
Of which: Operating income	72.6	69.7	63.0	0.8%	0.8%	0.8%
Operating and other expenses	91.8	81.3	68.6	0.5%	0.4%	0.4%
Of which: Salaries and related expenses	40.5	38.9	32.5	0.3%	0.3%	0.3%
Inflation adjustments	0.0	3.0	0.0			
Ordinary profit-before-tax provision	52.8	54.9	49.4	0.7%	1.0%	2.0%
Provision for taxes on ordinary profit	24.6	26.8	22.6	0.7%	1.1%	2.1%
Ordinary after-tax profit	28.2	28.1	26.8	0.6%	0.9%	1.9%
Bank's share in the profit of subsidiaries	0.0	0.0	0.0			
Extraordinary after-tax profit	0.0	0.0	0.0			
Net profit	28.2	28.1	26.8	0.5%	0.9%	2.5%

Balances and rates of return on financial items by indexation base on 31.12.2004	Unindexed NIS	CPI-indexed NIS	Foreign Currency ⁽²⁾	Total financial items
Balance of financial assets on balance-sheet date	1,968	411	190	2,570
Balance of financial liabilities on balance-sheet date	1,836	303	191	2,329
Excess of financial assets over financial liabilities	132	108	0	240
Total indexation balance(incl. Forwards ⁽³⁾ and options in term of basis assets)	132	108	0	240
Options at the money and out of the money (net, capitalized nominal value)	0	0	0	0
Rate of income on assets(%) ⁽⁴⁾	6.50	6.04	1.33	6.01
Rate of expenses on liabilities(%) ⁽⁴⁾	-3.48	-5.05	0.15	-3.39
Interest-rate spread	3.02	0.99	1.48	2.62
Internal rate of return on assets (%)	6.31	5.21	3.57	
Internal rate of return on liabilities (%)	3.42	4.36	2.90	
Difference	2.89	0.85	0.67	
Average duration of assets (years)	0.20	1.90	0.40	0.50
Average duration of liabilities (years)	0.10	1.30	0.40	0.30
Difference	0.10	0.60	0.00	0.20

⁽¹⁾ See note 5.1.7. in the introduction.

⁽²⁾ Including foreign-currency indexed NIS.

⁽³⁾ Forwards transactions.

⁽⁴⁾ including hedging, embedded and ALM derivatives.



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Poalei Agudat Israel Bank Ltd., Additional data
 (NIS millions, 2004 reported amounts, 2003 adjusted to 12.2003 prices)

Additional data	2004	2003
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Total off-balance-sheet and credit risk

Credit to the public and credit risk	821	892
Total off-balance-sheet credit risk	990	953
Total credit risk	1,811	1,845
<i>Of which:</i> Total risk of credit for housing loans	0	0
Total risk of credit to construction and real estate industr	333	342

Problem borrowers

Total credit risk dew to problem borrower:	137	108
<i>Of which:</i> Total credit to problem borrowers	118	89

Data on derivatives

Notional amoun	0	0
Gross positive fair value	0	0

Activity with interested and related parties

Total assets on balance-sheet dat	312	291
<i>Of which:</i> credit to the public	0	0
Total liabilities on balance-sheet date (including quasi-capital item	180	53

Branches and personnel

Number of employee posts in Israel, monthly average	173	156
Number of employee posts abroad, monthly average	0	0
Number of branches in Israe	12	12
Number of branches abroac	0	0

Main financial ratios, in annual terms (%)

Equity/risk-weighted-assets ratic	22.60	19.10
Equity/balance-sheet ratic	10.31	10.13
Financial capital/equity capital rati	89.80	89.03
Ratio of problem loans to total credit to the publi	14.34	9.92
Return on equity (net profit/gross weighted capital rati	11.70	13.00
Non-interest income/operating expenses rati	79.52	87.45
Ratio of loan-loss provision to total credit to the publ	1.58	1.50