



Statement for 31/12/2004 - bank
"Gaelet" Gmul Hisachon Lehinuch 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		
	2004	2003	2002
Cash and deposits in banks	38	38	38
Securities	6	3	0
Credit to the public	355	360	455
Credit to the government	0	0	0
Investments in companies included on an equity basis	0	0	0
Buildings and equipment	0	0	0
Other assets	0	0	0
Total assets	398	402	494
Deposits of the public	232	247	365
Deposits of banks	0	0	0
Deposits of the government	0	0	0
Bonds and subordinated notes	0	0	0
Other liabilities	4	1	0
Total liabilities	236	247	365
Quasi-capital items	0	0	0
Equity	163	154	128

Summary profit and loss statement	End of year		
	2004	2003	2002
Net interest profit before loan-loss provision	15	18	14
Loan-loss provision	-1	-8	6
Operating and other income	0	0	0
<i>Of which: Operating income</i>	0	0	0
Operating and other expenses	4	3	4
<i>Of which: Salaries and related expenses</i>	2	2	3
Inflation adjustments	0	2	0
Ordinary profit-before-tax provision	12	26	3
Provision for taxes on ordinary profit	0	0	0
Ordinary after-tax profit	12	26	3
Bank's share in the profit of subsidiaries	0	0	0
Extraordinary after-tax profit	-3	0	0
Net profit	9	26	3

Balances and rates of return on financial items by indexation base on 31.12.2004	Unindexed NIS	CPI-indexed NIS	Foreign Currency ⁽¹⁾	Total financial items
Balance of financial assets on balance-sheet date	5	394	0	398
Balance of financial liabilities on balance-sheet date	4	232	0	236
Excess of financial assets over financial liabilities	1	162	0	162
Total indexation balance(incl. forwards and options in term of basis assets) ⁽²⁾	1	162	0	162
Options at the money and out of the money (net, capitalized nominal value)	0	0	0	0
Rate of income on assets(%) ⁽³⁾	2.70	7.19	0.00	7.14
Rate of expenses on liabilities(%) ⁽³⁾	0.00	-7.06	0.00	-7.06
Interest-rate spread	2.70	0.14	0.00	0.09

Additional data	2004	2003
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Problem borrowers

Total credit risk due to problem borrowers	0	0
<i>Of which: Total credit to problem borrowers</i>	0	0

Main financial ratios, in annual terms (%)

Equity/balance-sheet ratio	40.86	38.39
Financial capital/equity capital ratio	99.84	99.81
Equity/risk-weighted-assets ratio	98.70	93.40
Return on equity (net profit/gross weighted capital ratio)	5.58	20.06
Non-interest income/operating expenses ratio	1.33	1.70

⁽¹⁾ Including foreign-currency indexed NIS.

⁽²⁾ Forwards transactions.

⁽³⁾ including hedging, embedded and ALM derivatives.