

Statement for the second quarter - consolidated Bank Yahav Le-Ovdei Hamdina Ltd. and its subsidiaries , Main data, NIS million

Taken from the quarterly report to 30.06.2005, reported amounts

Summary consolidated balance sheet	30.06.2005	31.12.2004	Bank's share of the banking system	
			30.06.2005	31.12.2004
Cash and deposits in banks ¹	4,272	4,184	2.8%	2.9%
Securities	2,012	1,923	1.5%	1.4%
Credit to the public	1,337	1,286	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	122	124	1.1%	1.2%
Other assets	52	38	0.2%	0.2%
Total assets	7,795	7,556	0.9%	0.9%
Deposits of the public	7,306	7,071	1.0%	1.0%
Deposits of banks	8	9	0.0%	0.0%
Deposits of the government	2	0	0.0%	0.0%
Bonds and subordinated notes	0	0	0.0%	0.0%
Other liabilities	77	105	0.3%	0.3%
Total liabilities	7,393	7,165	0.9%	0.9%
Quasi-capital items	0	0	0.0%	0.0%
Minority shareholders' rights	0	0		
Equity	402	370	0.8%	0.8%

Summary consolidated profit and loss statement	Six months to		Bank's share of the banking system		Three months to
	30.06.2005	30.06.2004	30.06.2005	30.06.2004	
Net interest profit before loan-loss provision	88.9	85.8	0.8%	0.8%	44.6
Loan-loss provision	1.9	2.7	0.1%	0.1%	1.7
Operating and other income	78.6	76.9	1.2%	1.3%	37.8
Of which: Operating income	33.0	40.4	0.7%	0.8%	15.4
Operating and other expenses	106.7	106.1	1.0%	1.1%	56.7
Of which: Salaries and related expenses	60.6	56.6	1.0%	1.0%	34.6
Ordinary before-tax provision	58.9	53.9	1.4%	1.3%	24.0
Provision for taxes on ordinary profit	26.4	25.9	1.6%	1.4%	11.2
Ordinary after-tax profit	32.5	28.0	1.3%	1.2%	12.8
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	0.6	0.2			0.6
Net profit	33.1	28.2	1.0%	1.0%	13.4

Balances and rates of return on financial items by indexation base on 30.06.2005	Unindexed NIS	CPI-indexed NIS	Foreign Currency ²	Total financial items
Balance of financial assets on balance-sheet date	4,466	2,810	396	7,673
Balance of financial liabilities on balance-sheet date	4,194	2,814	384	7,393
Excess of financial assets over financial liabilities	272	-4	12	280
Total indexation balance (incl. forwards and options in term of basis assets) ³	112	156	12	280
Rate of income on assets (percent) ⁴	4.54	4.98	10.12	4.98
Rate of expenditure on liabilities (percent) ⁴	-1.79	-3.96	-7.22	-2.88
Interest-rate differential	2.75	1.02	2.90	2.10

Problem borrowers	30.06.2005	31.12.2004
Total credit risk dew to problem borrowers	46	60
Total credit to problem borrowers	42	54

Main financial ratios - consolidated (percent)	30.06.2005	31.12.2004
Equity/balance-sheet ratio	5.16	4.90
Financial capital/equity ratio	69.65	66.50
Equity/risk-weighted-assets ratio	16.10	14.90
Return on equity (net profit/gross weighted-capital ratio) ⁵	18.70	14.80
Operating income/operating expenses ratio ⁶	73.66	72.38

¹ See note 5.1.7 in the introduction

² Including foreign-currency indexed NIS.

³ Forwards transactions.

⁴ Six-month rate of income (expenses), on annual basis including hedging, embedded and ALM derivatives.

⁵ Annual basis.

⁶ For six months. Comparative data are annual.