

Statement for the second quarter - consolidated The First International Mortgage Bank Ltd. and its subsidiaries , Main data, NIS millio

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	1	1	0.0%	0.0%
Securities	0	0	0.0%	0.0%
Credit to the public	8,543	8,195	1.5%	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	11	0.1%	0.1%
Other assets	10	10	0.0%	0.0%
Total assets	8,564	8,216	1.0%	1.0%
Deposits of the public	791	856	0.1%	0.1%
Deposits of banks ¹	6,871	6,495	11.3%	10.3%
Deposits of the government	94	96	0.7%	0.6%
Bonds and subordinated notes	101	98	0.2%	0.2%
Other liabilities	49	34	0.2%	0.1%
Total liabilities	7,906	7,580	1.0%	0.9%
Quasi-capital items	0	0	0.0%	0.0%
Minority shareholders' rights	24	24		
Equity	634	613	1.3%	1.3%

Summary consolidated profit and loss statement	Six months to		Bank's share of the banking system		Three months to
			Six months to		
	30.06.2005	30.06.2004	30.06.2005	30.06.2004	30.06.2005
Net interest profit before loan-loss provision	49.4	50.7	0.5%	0.5%	25.0
Loan-loss provision	9.4	7.4	0.4%	0.3%	5.0
Operating and other income	24.7	25.7	0.4%	0.4%	12.4
Of which: Operating income	23.2	24.3	0.5%	0.5%	11.6
Operating and other expenses	27.3	24.5	0.3%	0.3%	13.5
Of which: Salaries and related expenses	13.0	11.3	0.2%	0.2%	6.4
Ordinary before-tax provision	37.4	44.5	0.9%	1.0%	18.9
Provision for taxes on ordinary profit	15.4	17.0	0.9%	0.9%	6.5
Ordinary after-tax profit	22.0	27.5	0.9%	1.1%	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	-0.8	-0.9			-0.4
Extraordinary after-tax profit	0.0	0.0			0.0
Net profit	21.2	26.6	0.6%	1.0%	12.0

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	1,002	6,344	1,207	8,553
Balance of financial liabilities on balance-sheet date	724	5,914	1,238	7,876
Excess of financial assets over financial liabilities	278	430	-31	677
Total indexation balance(incl.forwards and options in term of basis assets) ³	278	430	-31	677
Rate of income on assets(percent) ⁴	4.71	6.34	15.94	7.53
Rate of expenditure on liabilities(percent) ⁴	-4.25	-5.77	-14.95	-7.13
Interest-rate differential	0.46	0.57	0.99	0.40

Problem borrowers	30.06.2005	31.12.2004
Total credit risk dew to problem borrowers	288	279
Total credit to problem borrowers	288	279

Main financial ratios - consolidated (percent)	30.06.2005	31.12.2004
Equity/balance-sheet ratio	7.40	7.46
Finanancial capital/equity ratio	106.72	104.44
Equity/risk-weighted-assets ratio	10.80	11.10
Return on equity (net profit/gross weightec-capital ratio) ⁵	7.10	8.80
Operating income/operating expenses ratio ⁶	90.48	105.10

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