

## Statement for the third quarter - consolidated Bank Leumi Le-Israel B.M. and its subsidiaries , Main data, NIS millior

Taken from the quarterly report to 30.09.2005, reported amounts



Summary consolidated balance sheet	30.09.2005	31.12.2004	Bank's share of the banking system	
			30.09.2005	31.12.2004
Cash and deposits in banks <sup>1</sup>	28,768	30,033	26.8%	28.3%
Securities	48,382	43,543	32.4%	31.5%
Credit to the public	175,054	169,353	30.4%	29.9%
Credit to the government	894	963	24.4%	22.7%
Investments in companies included on an equity basis	2,043	1,754	47.3%	43.6%
Buildings and equipment	2,817	2,668	25.8%	25.1%
Other assets	6,778	7,468	29.7%	33.1%
<b>Total assets</b>	<b>264,736</b>	<b>255,782</b>	<b>30.2%</b>	<b>30.0%</b>
Deposits of the public	215,603	209,652	30.7%	30.3%
Deposits of banks <sup>1</sup>	4,852	5,655	20.4%	23.8%
Deposits of the government	2,494	3,025	17.7%	19.3%
Bonds and subordinated notes	14,922	11,256	29.9%	27.4%
Other liabilities	9,889	10,932	31.0%	36.4%
<b>Total liabilities</b>	<b>247,760</b>	<b>240,520</b>	<b>30.1%</b>	<b>29.9%</b>
Quasi-capital items	0	0	0.0%	0.0%
Minority shareholders' rights	247	276		
Equity	16,729	14,986	33.0%	32.5%

Summary consolidated profit and loss statement	Nine months to		Bank's share of the banking system		Three months to
	30.09.2005	30.09.2004	Nine months to		
	30.09.2005	30.09.2004	30.09.2005	30.09.2004	30.09.2005
Net interest profit before loan-loss provision	4,941.0	4,769.0	29.9%	30.7%	1,744.0
Loan-loss provision	1,105.0	984.0	34.8%	26.8%	166.0
Operating and other income	2,809.0	2,526.0	28.4%	28.3%	1,016.0
Of which: Operating income	2,102.0	2,039.0	27.6%	28.4%	713.0
Operating and other expenses	4,448.0	4,016.0	28.0%	27.9%	1,599.0
Of which: Salaries and related expenses	2,729.0	2,394.0	28.5%	27.5%	1,010.0
Ordinary before-tax provision	2,197.0	2,295.0	30.0%	35.9%	995.0
Provision for taxes on ordinary profit	883.0	1,026.0	29.3%	35.7%	478.0
Ordinary after-tax profit	1,314.0	1,269.0	30.4%	36.1%	517.0
Bank's share in the profit of subsidiaries	314.0	294.0			53.0
Share of minority shareholders in profit of consolidated companies	15.0	-7.0			1.0
Extraordinary after-tax profit	31.0	-37.0			-3.0
<b>Net profit</b>	<b>1,674.0</b>	<b>1,519.0</b>	<b>31.3%</b>	<b>36.5%</b>	<b>568.0</b>

Balances and rates of return on financial items by indexation base on 30.09.2005	Unindexed NIS	CPI-indexed NIS	Foreign Currency <sup>2</sup>	Total financial items
Balance of financial assets on balance-sheet date	78,406	55,948	122,572	256,926
Balance of financial liabilities on balance-sheet date	80,198	49,988	115,799	245,985
Excess of financial assets over financial liabilities	-1,792	5,960	6,773	10,941
Total indexation balance(incl. forwards and options in term of basis assets) <sup>3</sup>	6,932	3,879	130	10,941
Rate of income on assets (percent) <sup>4</sup>	5.47	7.73	7.14	6.74
Rate of expenditure on liabilities(percent) <sup>4</sup>	-2.79	-6.71	-5.91	-5.15
Interest-rate differential	2.69	1.02	1.23	1.59

Problem borrowers	30.09.2005	31.12.2004
Total credit risk dew to problem borrowers	19,649	21,113
Total credit to problem borrowers	17,226	18,658

Main financial ratios - consolidated (percent)	30.09.2005	31.12.2004
Equity/balance-sheet ratio	6.32	5.86
Financial capital/equity ratio	65.40	62.91
Equity/risk-weighted-assets ratio	12.15	11.25
Return on equity (net profit/gross weighted-capital ratio) <sup>5</sup>	15.20	13.10
Operating income/operating expenses ratio <sup>6</sup>	63.15	62.01

<sup>1</sup> See note 5.1.7 in the introduction<sup>2</sup> Including foreign-currency indexed NIS.<sup>3</sup> Forwards transactions.<sup>4</sup> Nine-month rate of income (expenses), on annual basis including hedging, embedded and ALM derivatives.<sup>5</sup> Annual basis.<sup>6</sup> For nine months. Comparative data are annual.