

## Statement for the third quarter - bank Poalei Agudat Israel Bank Ltd. , Main data, NIS millior

Taken from the quarterly report to 30.09.2005, reported amounts



Summary 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>	684	1,124	0.5%	0.8%
Securities	867	624	0.6%	0.5%
Credit to the public	898	815	0.2%	0.1%
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	25	25	0.2%	0.2%
Other assets	14	9	0.1%	0.0%
<b>Total assets</b>	<b>2,488</b>	<b>2,597</b>	<b>0.3%</b>	<b>0.3%</b>
Deposits of the public	2,113	2,126	0.3%	0.3%
Deposits of banks <sup>1</sup>	61	176	0.1%	0.3%
Deposits of the government	0	0	0.0%	0.0%
Bonds and subordinated notes	0	0	0.0%	0.0%
Other liabilities	26	27	0.1%	0.1%
<b>Total liabilities</b>	<b>2,199</b>	<b>2,329</b>	<b>0.3%</b>	<b>0.3%</b>
Quasi-capital items	0	0	0.0%	0.0%
Minority shareholders' rights	0	0		
Equity	288	268	0.6%	0.6%

Summary 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	66.1	63.3	0.4%	0.4%	24.4
Loan-loss provision	7.3	7.8	0.2%	0.2%	2.8
Operating and other income	60.3	54.5	0.6%	0.6%	23.7
Of which: Operating income	56.4	54.5	0.7%	0.8%	20.0
Operating and other expenses	69.5	69.9	0.4%	0.5%	24.9
Of which: Salaries and related expenses	33.2	31.3	0.3%	0.4%	11.5
Ordinary before-tax provision	49.6	40.1	0.7%	0.6%	20.4
Provision for taxes on ordinary profit	21.0	18.5	0.7%	0.6%	8.2
Ordinary after-tax profit	28.6	21.6	0.7%	0.6%	12.2
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	0.0	0.0			0.0
<b>Net profit</b>	<b>28.6</b>	<b>21.6</b>	<b>0.5%</b>	<b>0.5%</b>	<b>12.2</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	1,865	393	204	2,461
Balance of financial liabilities on balance-sheet date	1,747	247	205	2,199
Excess of financial assets over financial liabilities	118	145	-1	263
Total indexation balance(incl.forwards and options in term of basis assets) <sup>3</sup>	118	145	-1	263
Rate of income on assets (percent) <sup>4</sup>	6.03	7.59	10.95	6.67
Rate of expenditure on liabilities(percent) <sup>4</sup>	-2.86	-6.01	-8.33	-3.74
Interest-rate differential	3.17	1.58	2.62	2.93

Problem borrowers	30.09.2005	31.12.2004
Total credit risk dew to problem borrowers	128	137
Total credit to problem borrowers	109	118

Main financial ratios (percent)	30.09.2005	31.12.2004
Equity/balance-sheet ratio	11.59	10.31
Financial capital/equity ratio	91.02	90.36
Equity/risk-weighted-assets ratio	22.40	22.60
Return on equity (net profit/gross weighted-capital ratio) <sup>5</sup>	14.80	11.70
Operating income/operating expenses ratio <sup>6</sup>	86.76	79.52

<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.