

Statement for the third quarter - consolidated Bank of Jerusalem Ltd. and its subsidiaries , Main data, NIS million

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 ¹	479	574	0.4%	0.5%
Securities	711	336	0.5%	0.2%
Credit to the public	6,288	6,184	1.1%	1.1%
Credit to the government	0	0	0.0%	0.0%
Investments in companies included on an equity basis	0	5	0.0%	0.1%
Buildings and equipment	49	51	0.4%	0.5%
Other assets	26	28	0.1%	0.1%
Total assets	7,552	7,178	0.9%	0.8%
Deposits of the public	6,242	6,120	0.9%	0.9%
Deposits of banks ¹	279	278	1.2%	1.2%
Deposits of the government	63	42	0.4%	0.3%
Bonds and subordinated notes	496	316	1.0%	0.8%
Other liabilities	72	38	0.2%	0.1%
Total liabilities	7,150	6,794	0.9%	0.8%
Quasi-capital items	0	0	0.0%	0.0%
Minority shareholders' rights	0	0		
Equity	402	384	0.8%	0.8%

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	95.9	87.7	0.6%	0.6%	34.4
Loan-loss provision	9.6	14.0	0.3%	0.4%	4.1
Operating and other income	78.7	69.7	0.8%	0.8%	25.4
Of which: Operating income	77.4	68.6	1.0%	1.0%	25.2
Operating and other expenses	118.0	107.5	0.7%	0.7%	39.3
Of which: Salaries and related expenses	73.4	67.4	0.8%	0.8%	23.0
Ordinary before-tax provision	47.0	35.9	0.6%	0.6%	16.4
Provision for taxes on ordinary profit	18.3	13.5	0.6%	0.5%	5.8
Ordinary after-tax profit	28.7	22.4	0.7%	0.6%	10.6
Bank's share in the profit of subsidiaries	-0.8	-0.4			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
Net profit	27.9	22.0	0.5%	0.5%	10.6

Balances and rates of return on financial items by indexation base on 30.09.2005	Unindexed NIS	CPI-indexed NIS	Foreign Currency ²	Total financial items
Balance of financial assets on balance-sheet date	2,560	3,645	1,295	7,500
Balance of financial liabilities on balance-sheet date	2,248	3,684	1,205	7,137
Excess of financial assets over financial liabilities	313	-40	90	363
Total indexation balance(incl.forwards and options in term of basis assets) ³	374	-17	6	363
Rate of income on assets (percent) ⁴	5.10	7.87	12.44	7.77
Rate of expenditure on liabilities(percent) ⁴	-3.69	-7.19	-9.43	-6.49
Interest-rate differential	1.41	0.68	3.01	1.28

Problem borrowers	30.09.2005	31.12.2004
Total credit risk dew to problem borrowers	391	329
Total credit to problem borrowers	354	298

Main financial ratios - consolidated (percent)	30.09.2005	31.12.2004
Equity/balance-sheet ratio	5.32	5.35
Financial capital/equity ratio	90.39	75.76
Equity/risk-weighted-assets ratio	11.20	11.00
Return on equity (net profit/gross weighted-capital ratio) ⁵	9.80	8.20
Operating income/operating expenses ratio ⁶	66.69	65.92

¹ See note 5.1.7 in the introduction² Including foreign-currency indexed NIS.³ Forwards transactions.⁴ Nine-month rate of income (expenses), on annual basis including hedging, embedded and ALM derivatives.⁵ Annual basis.⁶ For nine months. Comparative data are annual.