

**Statement for the third quarter - bank
Industrial Dev. Bank Ltd. , Main data, NIS million**

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 ¹	80	118	0.1%	0.1%
Securities	64	60	0.0%	0.0%
Credit to the public	7,820	7,993	1.4%	1.4%
Credit to the government	885	879	24.1%	20.8%
Investments in companies included on an equity basis	0	0	0.0%	0.0%
Buildings and equipment	1	2	0.0%	0.0%
Other assets	11	26	0.0%	0.1%
Total assets	8,860	9,078	1.0%	1.1%
Deposits of the public	255	405	0.0%	0.1%
Deposits of banks ¹	1,073	1,428	4.5%	6.0%
Deposits of the government	6,924	6,655	49.1%	42.4%
Bonds and subordinated notes	27	25	0.1%	0.1%
Other liabilities	57	57	0.2%	0.2%
Total liabilities	8,337	8,570	1.0%	1.1%
Quasi-capital items	0	0	0.0%	0.0%
Minority shareholders' rights	330	309		
Equity	194	199	0.4%	0.4%

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	46.4	50.6	0.3%	0.3%	17.3
Loan-loss provision	34.1	49.0	1.1%	1.3%	12.9
Operating and other income	17.4	31.1	0.2%	0.3%	5.8
Of which: Operating income	1.4	3.3	0.0%	0.0%	0.2
Operating and other expenses	36.0	35.4	0.2%	0.2%	9.7
Of which: Salaries and related expenses	20.6	15.5	0.2%	0.2%	5.2
Ordinary before-tax provision	-6.3	-2.7	not calculated	not calculated	0.5
Provision for taxes on ordinary profit	0.0	0.0	0.0%	0.0%	0.0
Ordinary after-tax profit	-6.3	-2.7	not calculated	לא חושב	0.5
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	0.2			0.0
Net profit	-6.3	-2.5	not calculated	not calculated	0.5

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	521	1,464	6,810	8,795
Balance of financial liabilities on balance-sheet date	1,207	486	6,641	8,335
Excess of financial assets over financial liabilities	-687	978	169	461
Total indexation balance (incl. forwards and options in term of basis assets) ³	-521	953	28	461
Rate of income on assets (percent) ⁴	5.35	7.89	15.58	13.77
Rate of expenditure on liabilities (percent) ⁴	-3.54	-5.16	-15.56	-12.92
Interest-rate differential	1.81	2.72	0.02	0.86

Problem borrowers	30.09.2005	31.12.2004
Total credit risk dew to problem borrowers	868	1,126
Total credit to problem borrowers	795	1,005

Main financial ratios (percent)	30.09.2005	31.12.2004
Equity/balance-sheet ratio	2.19	2.19
Financial capital/equity ratio	237.72	224.80
Equity/risk-weighted-assets ratio	-0.90	0.64
Return on equity (net profit/gross weighted-capital ratio) ⁵	לא פורסם	0.72
Operating income/operating expenses ratio ⁶	48.33	111.56

¹ See note 5.1.7 in the introduction

² 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.