



Statement for 31/12/2005 - bank
Tefahot Underwriting Company of The Mizrahi Group Ltd. , Main data, NIS million
 Taken from the annual report to 31.12.2005, 2004-2005:reported amounts (2003:adjusted to CPI for 12.2003)

Summary balance sheet	End of year		
	2005	2004	2003
Cash and deposits in banks	699	308	327
Securities	0	0	0
Credit to the public	0	0	0
Credit to the government	0	0	0
Investments in companies included on an equity basis	0	0	0
Buildings and equipment	0	0	0
Other assets	3	3	4
Total assets	702	312	331
Deposits of the public	0	0	0
Deposits of banks	6	0	0
Deposits of the government	0	0	0
Bonds and subordinated notes	687	302	321
Other liabilities	0	0	0
Total liabilities	692	302	321
Quasi-capital items	0	0	0
Equity	10	10	10

Summary profit and loss statement	End of year		
	2005	2004	2003
Net interest profit before loan-loss provision	0	0	0
Loan-loss provision	0	0	0
Operating and other income	0	0	0
<i>Of which: Operating income</i>	0	0	0
Operating and other expenses	0	0	0
<i>Of which: Salaries and related expenses</i>	0	0	0
Inflation adjustments			0
Ordinary profit-before-tax provision	0	0	0
Provision for taxes on ordinary profit	0	0	0
Ordinary after-tax profit	0	0	0
Bank's share in the profit of subsidiaries	0	0	0
Extraordinary after-tax profit	0	0	0
Net profit	0	0	0

Balances and rates of return on financial items by indexation base on 31.12.2005	Unindexed NIS	CPI-indexed NIS	Foreign Currency ⁽¹⁾	Total financial items
Balance of financial assets on balance-sheet date	0	699	0	699
Balance of financial liabilities on balance-sheet date	6	687	0	692
Excess of financial assets over financial liabilities	-6	13	0	7
Total indexation balance (incl. forwards and options in term of basis assets) ⁽²⁾	-6	13	0	7
Options at the money and out of the money (net, capitalized nominal value)	0	0	0	0
Rate of income on assets (%) ⁽³⁾	2.68	7.58	0.00	7.56
Rate of expenses on liabilities (%) ⁽³⁾	-4.59	-7.58	0.00	-7.58
Interest-rate spread	-1.91	0.00	0.00	-0.03

Additional data	2005	2004
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Problem borrowers

Total credit risk due to problem borrowers	0	0
<i>Of which: Total credit to problem borrowers</i>	0	0

Main financial ratios, in annual terms (%)

Equity/balance-sheet ratio	1.41	3.12
Financial capital/equity capital ratio	68.86	64.81
Equity/risk-weighted-assets ratio	9.82	14.95
Return on equity (net profit/gross weighted capital ratio)	1.43	-1.42
Non-interest income/operating expenses ratio	0.00	0.00

(1) Including foreign-currency indexed NIS.

(2) Forwards transactions.

(3) including hedging, embedded and ALM derivatives.