



Statement for 31/12/2005 on consolidated basis

Bank Yahav Le-Ovdei Hamdina Ltd and its subsidiaries, 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 consolidated balance sheet	End of year			Banking group's share of the banking system		
	2005	2004	2003	2005	2004	2003
Cash and deposits in banks ⁽¹⁾	4,292	4,184	4,183	2.8%	2.9%	2.8%
Securities	2,248	1,923	1,957	1.5%	1.4%	1.6%
Credit to the public	1,356	1,286	1,088	0.2%	0.2%	0.2%
Credit to the government	0	0	0	0.0%	0.0%	0.0%
Investments in companies included on an equity basis	0	0	0	0.0%	0.0%	0.0%
Buildings and equipment	120	124	124	1.1%	1.2%	1.2%
Other assets	48	34	32	0.2%	0.2%	0.1%
Total assets	8,065	7,552	7,384	0.9%	0.9%	0.9%
Deposits of the public	7,577	7,071	6,943	1.0%	1.0%	1.0%
Deposits of banks ⁽¹⁾	0	9	10	0.0%	0.0%	0.0%
Deposits of the government	3	0	1	0.0%	0.0%	0.0%
Bonds and subordinated notes	0	0	0	0.0%	0.0%	0.0%
Other liabilities	94	101	84	0.3%	0.3%	0.3%
Total liabilities	7,673	7,182	7,038	0.9%	0.9%	0.9%
Quasi-capital items	0	0	0	0.0%	0.0%	0.0%
Minority shareholders' rights	0	0	0			
Equity	391	370	346	0.8%	0.8%	0.8%

Summary consolidated profit and loss statement	End of year			Banking group's share of the banking system		
	2005	2004	2003	2005	2004	2003
Net interest profit before loan-loss provision	168.1	165.4	133.2	0.8%	0.8%	0.7%
Loan-loss provision	4.6	4.3	5.0	0.1%	0.1%	0.1%
Operating and other income	162.5	155.9	147.2	1.2%	1.3%	1.3%
Of which: Operating income	70.4	79.0	78.8	0.7%	0.8%	0.9%
Operating and other expenses	220.7	215.4	207.2	1.0%	1.1%	1.1%
Of which: Salaries and related expenses	124.2	120.0	118.1	0.9%	1.0%	1.0%
Inflation adjustments			3.0			
Ordinary profit before-tax provision	105.3	101.6	71.2	1.1%	1.3%	1.2%
Provision for taxes on ordinary profit	46.4	50.8	35.1	1.2%	1.5%	1.4%
Ordinary after-tax profit	58.9	50.8	36.1	1.1%	1.1%	1.1%
Bank's share in the profit of subsidiaries	0.0	0.0	0.0			
Minority shareholders' share in profit of consolidated companies	0.0	0.0	0.0			
Extraordinary after-tax profit	0.6	0.2	1.4			
Net profit	59.5	51.0	37.5	0.9%	1.0%	1.2%

Balances and rates of return on financial items by indexation base on 31.12.2005	Unindexed NIS	CPI-indexed NIS	Foreign Currency ⁽²⁾	Total financial items
Balance of financial assets on balance-sheet date	4,869	2,641	434	7,944
Balance of financial liabilities on balance-sheet date	4,517	2,739	417	7,673
Excess of financial assets over financial liabilities	352	-98	17	271
Total indexation balance (incl. Forwards ⁽³⁾ and options in term of basis assets)	42	212	17	271
Options at the money and out of the money (net, capitalized nominal value)	50	-50	0	0
Rate of income on assets (% ⁽⁴⁾)	4.59	6.08	6.71	5.26
Rate of expenses on liabilities (% ⁽⁴⁾)	-2.05	-5.32	-3.93	-3.35
Interest-rate spread	2.54	0.75	2.78	1.91

Internal rate of return on assets (%)	5.52	4.45	3.96	
Internal rate of return on liabilities (%)	2.08	2.27	1.90	
Difference	3.44	2.18	2.06	
Average duration of assets (years)	0.19	1.09	0.14	0.48
Average duration of liabilities (years)	0.31	1.10	0.18	0.58
Difference	-0.12	-0.01	-0.04	-0.10

⁽¹⁾ See note 5.1.7. in the introduction.⁽²⁾ Including foreign-currency indexed NIS.⁽³⁾ Forwards transactions.⁽⁴⁾ including hedging, embedded and ALM derivatives.



Statement for 31/12/2005 on consolidated basis

Bank Yahav Le-Ovdei Hamdina Ltd., Additional data

(NIS millions, reported amounts)

Additional data	2005	2004
-----------------	------	------

Total off-balance-sheet and credit risk

Credit to the public and credit risk	1,410	1,331
Total off-balance-sheet credit risk	1,506	1,348
Total credit risk	2,916	2,680
<i>Of which:</i> Total risk of credit for housing loans	0	0
Total risk of credit to construction and real estate industr	0	0

Problem borrowers

Total credit risk dew to problem borrowers	44	60
<i>Of which:</i> Total credit to problem borrowers	40	54

Data on derivatives

Notional amount	560	185
Gross positive fair value	3	0

Activity with interested and related parties

Total assets on balance-sheet date	1,742	1,294
<i>Of which:</i> credit to the public	0	0
Total liabilities on balance-sheet date (including quasi-capital items)	40	51

Branches and personnel

Number of employee posts in Israel, monthly average	505	495
Number of employee posts abroad, monthly average	0	0
Number of branches in Israe	18	18
Number of branches abroad	0	0

Main financial ratios, in annual terms (%)

Equity/risk-weighted-assets ratic	15.10	14.90
Equity/balance-sheet ratic	4.85	4.90
Financial capital/equity capital ratic	69.25	66.50
Ratio of problem loans to total credit to the public	2.90	4.20
Return on equity (net profit/gross weighted capital ratio)	16.10	14.80
Non-interest income/operating expenses ratic	73.63	72.38
Ratio of loan-loss provision to total credit to the public	0.34	0.33