

Statement for the first quarter - consolidated Israel Discount Bank Ltd. and its subsidiaries , Main data, NIS millior

Taken from the quarterly report to 31.03.2006, reported amounts



Summary consolidated balance sheet	31.03.2006	31.12.2005	Bank's share of the banking system	
			31.03.2006	31.12.2005
Cash and deposits in banks ¹	21,134	20,586	16.2%	16.8%
Securities	42,885	42,188	26.9%	27.6%
Credit to the public	83,840	83,890	14.3%	14.4%
Credit to the government	101	92	3.1%	2.7%
Investments in companies included on an equity basis	1,745	1,527	44.7%	34.6%
Buildings and equipment	2,369	2,268	20.8%	20.3%
Other assets	3,995	4,243	17.6%	18.7%
Total assets	156,069	154,794	17.0%	17.2%
Deposits of the public	131,888	130,300	17.8%	17.9%
Deposits of banks ¹	6,428	6,518	29.5%	29.0%
Deposits of the government	129	252	1.0%	1.8%
Bonds and subordinated notes	5,560	5,342	10.4%	10.0%
Other liabilities	4,754	5,197	14.3%	15.9%
Total liabilities	148,759	147,609	17.2%	17.4%
Quasi-capital items	0	0	0.0%	0.0%
Minority shareholders' rights	487	467		
Equity	6,823	6,718	13.1%	13.5%

Summary consolidated profit and loss statement	Three months to		Bank's share of the banking system	
	31.03.2006	31.03.2005	31.03.2006	31.03.2005
Net interest profit before loan-loss provision	889.0	877.0	16.5%	16.8%
Loan-loss provision	142.0	129.0	18.1%	10.9%
Operating and other income	592.0	551.0	17.0%	17.8%
Of which: Operating income	472.0	443.0	17.1%	17.8%
Operating and other expenses	1,432.0	1,048.0	22.8%	20.4%
Of which: Salaries and related expenses	975.0	632.0	24.3%	20.3%
Ordinary before-tax provision	-93.0	251.0	not calculated	12.6%
Provision for taxes on ordinary profit	78.0	107.0	8.9%	12.4%
Ordinary after-tax profit	-171.0	144.0	not calculated	12.8%
Bank's share in the profit of subsidiaries	49.0	40.0		
Share of minority shareholders in profit of consolidated companies	-23.0	-17.0		
Extraordinary after-tax profit	172.0	-4.0		
Net profit	27.0	163.0	1.1%	9.0%

Balances and rates of return on financial items by indexation base on 31.03.2006	Unindexed NIS	CPI-indexed NIS	Foreign Currency ⁽²⁾	Total financial items
Balance of financial assets on balance-sheet date	50,173	21,347	79,196	150,716
Balance of financial liabilities on balance-sheet date	50,525	19,134	78,917	148,576
Excess of financial assets over financial liabilities	-352	2,213	279	2,140
Total indexation balance(incl. forwards and options in term of basis assets) ³	1,166	1,310	-338	2,138
Rate of income on assets (percent) ⁴	6.58	5.78	10.36	8.67
Rate of expenditure on liabilities(percent) ⁴	-3.58	-4.73	-9.03	-6.91
Interest-rate differential	3.00	1.05	1.33	1.75

Problem borrowers	31.03.2006	31.12.2005
Total credit risk dew to problem borrowers	8,945	8,608
Total credit to problem borrowers	8,231	7,878

Main financial ratios - consolidated (percent)	31.03.2006	31.12.2005
Equity/balance-sheet ratio	4.37	4.34
Financial capital/equity ratio	31.36	35.03
Equity/risk-weighted-assets ratio	9.48	9.38
Return on equity (net profit/gross weighted-capital ratio) ⁵	1.60	7.20
Operating income/operating expenses ratio ⁶	41.34	50.83

¹ See note 5.1.7 in the introduction

² Including foreign-currency indexed NIS.

³ Forwards transactions.

⁴ Three-month rate of income (expenses), on annual basis including hedging, embedded and ALM derivatives.

⁵ Annual basis.

⁶ For three months. Comparative data are annual.