

## Statement for the first quarter - consolidated UBank Ltd. and its subsidiaries, Main data, NIS million

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 <sup>1</sup>	2,871	2,664	1.8%	1.7%
Securities	2,811	2,648	1.8%	1.7%
Credit to the public	1,357	1,143	0.2%	0.2%
Credit to the government	70	70	2.2%	2.1%
Investments in companies included on an equity basis	2	2	0.1%	0.0%
Buildings and equipment	15	17	0.1%	0.2%
Other assets	322	196	1.4%	0.9%
<b>Total assets</b>	<b>7,449</b>	<b>6,740</b>	<b>0.8%</b>	<b>0.7%</b>
Deposits of the public	6,505	6,054	0.9%	0.8%
Deposits of banks <sup>1</sup>	218	123	0.4%	0.2%
Deposits of the government	0	0	0.0%	0.0%
Bonds and subordinated notes	0	0	0.0%	0.0%
Other liabilities	287	113	0.9%	0.3%
<b>Total liabilities</b>	<b>7,009</b>	<b>6,290</b>	<b>0.8%</b>	<b>0.7%</b>
Quasi-capital items	0	0	0.0%	0.0%
Minority shareholders' rights	0	0		
Equity	440	450	0.8%	0.9%

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	24.1	25.3	0.4%	0.5%
Loan-loss provision	-2.9	2.5	-0.4%	0.2%
Operating and other income	37.3	25.2	1.1%	0.8%
Of which: Operating income	30.4	23.0	1.1%	0.9%
Operating and other expenses	34.9	30.1	0.6%	0.6%
Of which: Salaries and related expenses	18.2	15.9	0.5%	0.5%
Ordinary before-tax provision	29.4	17.9	1.5%	0.9%
Provision for taxes on ordinary profit	11.7	10.0	1.3%	1.2%
Ordinary after-tax profit	17.7	7.9	1.6%	0.7%
Bank's share in the profit of subsidiaries	0.8	0.5		
Share of minority shareholders in profit of consolidated companies	0.0	0.0		
Extraordinary after-tax profit	0.0	3.4		
<b>Net profit</b>	<b>18.5</b>	<b>11.8</b>	<b>0.7%</b>	<b>0.6%</b>

Balances and rates of return on financial items by indexation base on 31.03.2006	Unindexed NIS	CPI-indexed NIS	Foreign Currency <sup>(2)</sup>	Total financial items
Balance of financial assets on balance-sheet date	4,417	409	2,506	7,331
Balance of financial liabilities on balance-sheet date	4,366	58	2,521	6,945
Excess of financial assets over financial liabilities	50	351	-15	386
Total indexation balance (incl. forwards and options in term of basis assets) <sup>3</sup>	235	140	11	386
Rate of income on assets (percent) <sup>4</sup>	4.33	4.80	10.74	7.12
Rate of expenditure on liabilities (percent) <sup>4</sup>	-3.48	-3.89	-9.80	-6.35
Interest-rate differential	0.85	0.91	0.94	0.76

Problem borrowers	31.03.2006	31.12.2005
Total credit risk dew to problem borrowers	102	121
Total credit to problem borrowers	92	109

Main financial ratios - consolidated (percent)	31.03.2006	31.12.2005
Equity/balance-sheet ratio	5.90	6.67
Financial capital/equity ratio	87.85	88.85
Equity/risk-weighted-assets ratio	17.60	18.80
Return on equity (net profit/gross weighted-capital ratio) <sup>5</sup>	18.30	12.30
Operating income/operating expenses ratio <sup>6</sup>	106.88	83.49

<sup>1</sup> See note 5.1.7 in the introduction

<sup>2</sup> Including foreign-currency indexed NIS.

<sup>3</sup> Forwards transactions.

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

<sup>5</sup> Annual basis.

<sup>6</sup> For three months. Comparative data are annual.