Statement for the first quarter - consolidated
Discount Mortgage Bank 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 [1]	437	241	0.3%	0.2%
Securities	1	1	0.0%	0.0%
Credit to the public	9,993	10,024	1.7%	1.7%
Credit to the government	0	0	0.0%	0.0%
Investments in companies included on an equity basis	0	0	0.0%	0.0%
Buildings and equipment	17	17	0.1%	0.2%
Other assets	39	72	0.2%	0.3%
Total assets	**10,487**	**10,355**	**1.1%**	**1.1%**
Deposits of the public	1,563	1,640	0.2%	0.2%
Deposits of banks [1]	7,679	7,543	12.8%	12.6%
Deposits of the government	38	37	0.3%	0.3%
Bonds and subordinated notes	301	242	0.6%	0.5%
Other liabilities	83	84	0.3%	0.3%
Total liabilities	9,664	9,546	1.1%	1.1%
Quasi-capital items	0	0	0.0%	0.0%
Minority shareholders' rights	0	0		
Equity	823	809	1.6%	1.6%

Summary consolidated profit and loss statement	Three months to		Bank's share of the banking system Three months to	
	31.03.2006	31.03.2005	31.03.2006	31.03.2005
Net interest profit before loan-loss provision	45.0	38.0	0.8%	0.7%
Loan-loss provision	11.0	21.0	1.4%	1.8%
Operating and other income	13.0	13.0	0.4%	0.4%
Of which: Operating income	13.0	13.0	0.5%	0.5%
Operating and other expenses	23.0	19.0	0.4%	0.4%
Of which: Salaries and related expenses	12.0	10.0	0.3%	0.3%
Ordinary before-tax provision	24.0	11.0	1.2%	0.6%
Provision for taxes on ordinary profit	10.0	6.0	1.1%	0.7%
Ordinary after-tax profit	14.0	5.0	1.2%	0.4%
Bank's share in the profit of subsidiaries	0.0	0.0		
Share of minority shareholders in profit of consolidated companies	0.0	0.0		
Extraordinary after-tax profit	0.0	0.0		
Net profit	**14.0**	**5.0**	**0.5%**	**0.3%**

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	815	8,412	1,242	10,469
Balance of financial liabilities on balance-sheet date	368	7,995	1,267	9,630
Excess of financial assets over financial liabilities	447	417	-25	839
Total indexation balance(incl.forwards and options in term of basis assets) [3]	412	417	10	839
Rate of income on assets (percent) [4]	4.34	5.78	11.99	6.41
Rate of expenditure on liabilities(percent) [4]	-6.05	-5.33	-10.57	-6.04
Interest-rate differential	-1.71	0.45	1.42	0.37

Problem borrowers	31.03.2006	31.12.2005
Total credit risk dew to problem borrowers	1,026	1,061
Total credit to problem borrowers	835	854

Main financial ratios - consolidated (percent)	31.03.2006	31.12.2005
Equity/balance-sheet ratio	7.85	7.81
Finanancial capital/equity ratio	101.94	101.98
Equity/risk-weighted-assets ratio	11.80	11.30
Return on equity (net profit/gross weighted-capital ratio) [5]	7.10	3.30
Operating income/operating expenses ratio[6]	56.52	58.70

[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.