

Statement for the second quarter - consolidated
Otzar Hashilton Hamkomi Ltd. and its subsidiaries , Main data, NIS million

Taken from the quarterly report to 30.06.2006, reported amounts



Summary consolidated balance sheet	30.06.2006	31.12.2005	Bank's share of the banking system	
			00.01.1900	00.01.1900
Cash and deposits in banks ¹	449	508	0.0%	0.0%
Securities	168	187	0.0%	0.0%
Credit to the public	3,018	2,952	0.0%	0.0%
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	4	4	0.0%	0.0%
Other assets	15	11	0.0%	0.0%
Total assets	3,653	3,662	0.0%	0.0%
Deposits of the public	2,797	2,857	0.0%	0.0%
Deposits of banks ¹	0	0	0.0%	0.0%
Deposits of the government	0	0	0.0%	0.0%
Bonds and subordinated notes	458	409	0.0%	0.0%
Other liabilities	19	38	0.0%	0.0%
Total liabilities	3,273	3,303	0.0%	0.0%
Quasi-capital items	0	0	0.0%	0.0%
Minority shareholders' rights	0	0		
Equity	380	359	0.0%	0.0%

Summary consolidated profit and loss statement	Six months to		Bank's share of the banking system		Three months to 30.06.2006
	30.06.2006	30.06.2005	#REF!	00.01.1900	
Net interest profit before loan-loss provision	47.1	50.9	#REF!	0.0%	25.2
Loan-loss provision	2.6	8.1	#REF!	0.0%	-0.1
Operating and other income	7.2	6.5	#REF!	0.0%	3.6
Of which: Operating income	7.2	6.5	#REF!	0.0%	3.6
Operating and other expenses	18.4	14.0	#REF!	0.0%	9.5
Of which: Salaries and related expenses	7.9	6.0	#REF!	0.0%	4.1
Ordinary before-tax provision	33.3	35.3	#REF!	0.0%	19.4
Provision for taxes on ordinary profit	12.8	18.1	#REF!	0.0%	6.1
Ordinary after-tax profit	20.5	17.2	#REF!	0.0%	13.3
Bank's share in the profit of subsidiaries	0.0	0.0			0.0
Share of minority shareholders in profit of consolidated companies	0.0	0.0			0.0
Extraordinary after-tax profit	0.0	0.0			0.0
Net profit	20.5	17.2	#REF!	0.0%	13.3

Balances and rates of return on financial items by indexation base on 30.06.2006	Unindexed NIS	CPI-indexed NIS	Foreign Currency ²	Total financial items
Balance of financial assets on balance-sheet date	1,004	2,643	0	3,647
Balance of financial liabilities on balance-sheet date	933	2,340	0	3,273
Excess of financial assets over financial liabilities	71	303	0	374
Total indexation balance(incl.forwards and options in term of basis assets) ³	71	303	0	374
Rate of income on assets (percent) ⁴	8.73	8.72	0.00	8.72
Rate of expenditure on liabilities(percent) ⁴	-4.63	-7.74	0.00	-6.87
Interest-rate differential	4.09	0.98	0.00	1.85

Problem borrowers	30.06.2006	31.12.2005
Total credit risk dew to problem borrowers	285	432
Total credit to problem borrowers	285	432

Main financial ratios - consolidated (percent)	30.06.2006	31.12.2005
Equity/balance-sheet ratio	10.40	9.80
Financial capital/equity ratio	98.47	97.41
Equity/risk-weighted-assets ratio	17.93	16.78
Return on equity (net profit/gross weighted-capital ratio) ⁵	11.42	10.62
Operating income/operating expenses ratio ⁶	39.13	46.20

¹ See note 5.1.7 in the introduction

² Including foreign-currency indexed NIS.

³ Forwards transactions.

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

⁵ Annual basis.

⁶ For six months. Comparative data are annual.