

## Statement for the third quarter - consolidated Bank Leumi Le-Israel B.M. and its subsidiaries , Main data, NIS millior

Taken from the quarterly report to 30.09.2006, reported amounts



Summary consolidated balance sheet	30.09.2006	31.12.2005	Bank's share of the banking system	
			30.09.2006	31.12.2005
Cash and deposits in banks <sup>1</sup>	39,651	35,381	31.1%	28.9%
Securities	45,869	47,825	29.0%	31.3%
Credit to the public	176,256	177,255	29.9%	30.3%
Credit to the government	905	848	33.6%	25.0%
Investments in companies included on an equity basis	1,237	2,064	31.5%	46.8%
Buildings and equipment	3,020	2,843	25.6%	25.4%
Other assets	6,751	6,608	27.7%	29.2%
<b>Total assets</b>	<b>273,689</b>	<b>272,824</b>	<b>29.8%</b>	<b>30.3%</b>
Deposits of the public	221,996	221,828	29.9%	30.5%
Deposits of banks <sup>1</sup>	5,453	4,347	22.4%	19.3%
Deposits of the government	2,239	2,225	17.8%	16.0%
Bonds and subordinated notes	16,050	17,253	31.1%	32.3%
Other liabilities	9,280	10,966	30.6%	33.3%
<b>Total liabilities</b>	<b>255,018</b>	<b>256,619</b>	<b>29.6%</b>	<b>30.2%</b>
Quasi-capital items	0	0	0.0%	0.0%
Minority shareholders' rights	150	205		
Equity	18,521	16,000	33.4%	32.2%

Summary consolidated profit and loss statement	Nine months to		Bank's share of the banking system		Three months to
	30.09.2006	30.09.2005	30.09.2006	30.09.2005	
Net interest profit before loan-loss provision	5,159.0	4,941.0	30.0%	29.9%	1,718.0
Loan-loss provision	668.0	1,105.0	28.3%	34.8%	282.0
Operating and other income	2,890.0	2,809.0	27.9%	28.4%	935.0
Of which: Operating income	2,211.0	2,102.0	27.0%	27.4%	733.0
Operating and other expenses	5,483.0	4,448.0	30.0%	27.9%	1,782.0
Of which: Salaries and related expenses	3,570.0	2,729.0	31.4%	28.4%	1,129.0
Ordinary before-tax provision	1,898.0	2,197.0	27.4%	30.1%	589.0
Provision for taxes on ordinary profit	981.0	883.0	30.4%	29.4%	343.0
Ordinary after-tax profit	917.0	1,314.0	24.8%	30.5%	246.0
Bank's share in the profit of subsidiaries	143.0	314.0			45.0
Share of minority shareholders in profit of consolidated companies	3.0	15.0			5.0
Extraordinary after-tax profit	1,397.0	31.0			674.0
<b>Net profit</b>	<b>2,460.0</b>	<b>1,674.0</b>	<b>36.1%</b>	<b>31.4%</b>	<b>970.0</b>

Balances and rates of return on financial items by indexation base on 30.09.2006	Unindexed NIS	CPI-indexed NIS	Foreign Currency <sup>2</sup>	Total financial items
Balance of financial assets on balance-sheet date	87,370	56,882	120,344	264,596
Balance of financial liabilities on balance-sheet date	88,677	49,589	115,221	253,487
Excess of financial assets over financial liabilities	-1,307	7,293	5,123	11,109
Total indexation balance(incl.forwards and options in term of basis assets) <sup>3</sup>	8,208	3,364	-463	11,109
Rate of income on assets (percent) <sup>4</sup>	6.76	7.14	-2.41	1.93
Rate of expenditure on liabilities(percent) <sup>4</sup>	-3.72	-6.08	3.56	-0.05
Interest-rate differential	3.04	1.06	1.15	1.88

Problem borrowers	30.09.2006	31.12.2005
Total credit risk dew to problem borrowers	19,139	19,716
Total credit to problem borrowers	17,010	17,502

Main financial ratios - consolidated (percent)	30.09.2006	31.12.2005
Equity/balance-sheet ratio	6.77	5.86
Financial capital/equity ratio	59.98	62.06
Equity/risk-weighted-assets ratio	12.85	11.55
Return on equity (net profit/gross weighted-capital ratio) <sup>5</sup>	21.00	14.30
Operating income/operating expenses ratio <sup>6</sup>	52.71	61.25

<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> Nine-month rate of income (expenses), on annual basis including hedging, embedded and ALM derivatives.<sup>5</sup> Annual basis.<sup>6</sup> For nine months. Comparative data are annual.