

## Statement for the third quarter - bank Poalei Agudat Israel Bank Ltd. , Main data, NIS millior

Taken from the quarterly report to 30.09.2006, reported amounts



Summary 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>	959	943	0.6%	0.6%
Securities	833	910	0.5%	0.6%
Credit to the public	982	897	0.2%	0.2%
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	24	24	0.2%	0.2%
Other assets	10	12	0.0%	0.1%
<b>Total assets</b>	<b>2,807</b>	<b>2,786</b>	<b>0.3%</b>	<b>0.3%</b>
Deposits of the public	2,225	2,275	0.3%	0.3%
Deposits of banks <sup>1</sup>	230	183	0.4%	0.3%
Deposits of the government	0	0	0.0%	0.0%
Bonds and subordinated notes	0	0	0.0%	0.0%
Other liabilities	38	29	0.1%	0.1%
<b>Total liabilities</b>	<b>2,493</b>	<b>2,487</b>	<b>0.3%</b>	<b>0.3%</b>
Quasi-capital items	0	0	0.0%	0.0%
Minority shareholders' rights	0	0		
Equity	315	299	0.6%	0.6%

Summary profit and loss statement	Nine months to		Bank's share of the banking system		Three months to
	30.09.2006	30.09.2005	Nine months to		
	30.09.2006	30.09.2005	30.09.2006	30.09.2005	30.09.2006
Net interest profit before loan-loss provision	80.0	70.1	0.5%	0.4%	26.4
Loan-loss provision	5.0	7.3	0.2%	0.2%	2.6
Operating and other income	62.8	57.0	0.6%	0.6%	21.1
Of which: Operating income	62.8	53.1	0.8%	0.7%	21.1
Operating and other expenses	89.6	70.2	0.5%	0.4%	31.4
Of which: Salaries and related expenses	41.0	33.2	0.4%	0.3%	13.9
Ordinary before-tax provision	48.2	49.6	0.7%	0.7%	13.5
Provision for taxes on ordinary profit	19.4	21.0	0.6%	0.7%	5.4
Ordinary after-tax profit	28.8	28.6	0.8%	0.7%	8.1
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
<b>Net profit</b>	<b>28.8</b>	<b>28.6</b>	<b>0.4%</b>	<b>0.5%</b>	<b>8.1</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	2,050	517	214	2,781
Balance of financial liabilities on balance-sheet date	1,864	433	195	2,491
Excess of financial assets over financial liabilities	186	84	20	289
Total indexation balance(incl.forwards and options in term of basis assets) <sup>3</sup>	186	84	20	289
Rate of income on assets (percent) <sup>4</sup>	7.35	6.86	-3.96	6.36
Rate of expenditure on liabilities(percent) <sup>4</sup>	-3.86	-5.31	7.04	-3.11
Interest-rate differential	3.48	1.55	3.08	3.25

Problem borrowers	30.09.2006	31.12.2005
Total credit risk dew to problem borrowers	141	131
Total credit to problem borrowers	117	115

Main financial ratios (percent)	30.09.2006	31.12.2005
Equity/balance-sheet ratio	11.21	10.73
Financial capital/equity ratio	91.96	91.90
Equity/risk-weighted-assets ratio	21.40	22.50
Return on equity (net profit/gross weighted-capital ratio) <sup>5</sup>	13.30	15.60
Operating income/operating expenses ratio <sup>6</sup>	70.09	82.99

<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.