



Statement for 31/12/2006 on consolidated basis
Otsar Hahayal Bank Ltd and its subsidiaries, Main data, NIS million

Taken from the annual report to 31.12.2006, reported amounts

Summary consolidated balance sheet	End of year			Banking group's share of the banking system		
	2006	2005	2004	2006	2005	2004
Cash and deposits in banks ⁽¹⁾	2,123	2,617	2,276	1.3%	1.7%	1.6%
Securities	924	553	262	0.6%	0.4%	0.2%
Credit to the public	7,918	7,668	7,236	1.3%	1.3%	1.2%
Credit to the government	0	0	0	0.0%	0.0%	0.0%
Investments in companies included on an equity basis	0	0	0	0.0%	0.0%	0.0%
Buildings and equipment	157	157	149	1.3%	1.4%	1.4%
Other assets	55	61	68	0.2%	0.3%	0.3%
Total assets	11,177	11,056	9,991	1.2%	1.2%	1.2%
Deposits of the public	9,030	8,937	8,053	1.2%	1.2%	1.2%
Deposits of banks ⁽¹⁾	98	139	153	0.2%	0.2%	0.2%
Deposits of the government	115	119	86	0.9%	0.9%	0.6%
Bonds and subordinated notes	377	355	335	0.7%	0.7%	0.8%
Other liabilities	946	859	783	1.8%	1.7%	1.7%
Total liabilities	10,565	10,409	9,410	1.2%	1.2%	1.1%
Quasi-capital items	0	0	0	0.0%	0.0%	0.0%
Minority shareholders' rights	1	1	1			
Equity	611	646	581	1.1%	1.3%	1.3%

Summary consolidated profit and loss statement	End of year			Banking group's share of the banking system		
	2006	2005	2004	2006	2005	2004
Net interest profit before loan-loss provision	338.0	315.1	318.6	1.5%	1.4%	1.5%
Loan-loss provision	30.1	22.6	35.3	1.0%	0.5%	0.7%
Operating and other income	197.7	192.8	178.9	1.4%	1.5%	1.5%
Of which: Operating income	175.6	169.0	156.5	1.6%	1.6%	1.6%
Operating and other expenses	435.3	371.0	350.3	1.8%	1.7%	1.8%
Of which: Salaries and related expenses	264.1	213.1	203.2	1.7%	1.6%	1.7%
Ordinary profit before-tax provision	70.3	114.3	111.9	0.7%	1.2%	1.4%
Provision for taxes on ordinary profit	38.4	50.4	52.3	0.9%	1.3%	1.5%
Ordinary after-tax profit	31.9	63.9	59.6	0.6%	1.2%	1.3%
Bank's share in the profit of subsidiaries	0.0	0.0	0.0			
Minority shareholders' share in profit of consolidated companies	0.0	-0.1	0.0			
Extraordinary after-tax profit	14.5	0.7	-0.9			
Net profit	46.4	64.5	58.7	0.5%	1.0%	1.1%
Basic earning in NIS per share	0.0	0.0	0.0			

Balances and rates of return on financial items by indexation base on 31.12.2006 - consolidated	Unindexed NIS	CPI-indexed NIS	Foreign Currency ⁽²⁾	Total financial items
Balance of financial assets on balance-sheet date	6,954	2,191	1,867	11,013
Balance of financial liabilities on balance-sheet date	6,930	2,223	1,402	10,555
Excess of financial assets over financial liabilities	24	-31	465	458
Total indexation balance (incl. Forwards ⁽³⁾ and options in term of basis assets)	288	100	71	458
Options at the money and out of the money (net, capitalized nominal value)	-5	1	4	0
Rate of income on assets(%) ⁽⁴⁾	7.22	4.96	-0.98	5.16
Rate of expenses on liabilities(%) ⁽⁴⁾	-3.54	-4.16	2.52	-2.48
Interest-rate spread	3.68	0.80	1.54	2.68

Internal rate of return on assets (%)	6.79	5.57	5.18	
Internal rate of return on liabilities (%)	2.46	4.74	2.73	
Difference	4.33	0.83	2.45	
Average duration of assets (years)	0.10	3.84	0.15	0.89
Average duration of liabilities (years)	0.12	4.49	0.12	1.12
Difference	-0.02	-0.65	0.03	-0.23

⁽¹⁾ See note 5.1.7. in the introduction.

⁽²⁾ Including foreign-currency indexed NIS.

⁽³⁾ Forwards transactions.

⁽⁴⁾ including hedging, embedded and ALM derivatives.



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Otsar Hahayal Bank Ltd., Additional data

(NIS millions, reported amounts)

Additional data	2006	2005
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Total off-balance-sheet and credit risk

Credit to the public and credit risk	8,120	7,833
Total off-balance-sheet credit risk	3,609	3,435
Total credit risk	11,729	11,268
<i>Of which:</i> Total risk of credit for housing loans	263	0
Total risk of credit to construction and real estate industr	923	849

Problem borrowers

Total credit risk dew to problem borrowers	219	235
<i>Of which:</i> Total credit to problem borrowers	192	224

Data on derivatives

Notional amount	1,414	1,741
Gross positive fair value	18	17

Activity with interested and related parties

Total assets on balance-sheet date	245	667
<i>Of which:</i> credit to the public	0	33
Total liabilities on balance-sheet date (including quasi-capital items)	111	593

Branches and personnel

Number of employee posts in Israel, monthly average	792	801
Number of employee posts abroad, monthly average	0	0
Number of branches in Israe	44	44
Number of branches abroad	0	0

Main financial ratios, in annual terms (%)

Equity/risk-weighted-assets ratic	10.36	11.03
Equity/balance-sheet ratic	5.47	5.84
Financial capital/equity capital ratic	74.96	77.26
Ratio of problem loans to total credit to the public	2.42	2.91
Return on equity (net profit/gross weighted capital ratio)	4.77	11.12
Non-interest income/operating expenses ratic	45.42	51.97
Ratio of loan-loss provision to total credit to the public	0.38	0.29