



**Statement for 31/12/2006 on consolidated basis**  
**Bank Yahav Le-Ovdei Hamdina 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 <sup>(1)</sup>	2,928	4,292	4,184	1.8%	2.8%	2.9%
Securities	3,840	2,248	1,923	2.4%	1.5%	1.4%
Credit to the public	1,665	1,356	1,286	0.3%	0.2%	0.2%
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	118	120	124	1.0%	1.1%	1.2%
Other assets	47	48	34	0.2%	0.2%	0.2%
<b>Total assets</b>	<b>8,598</b>	<b>8,065</b>	<b>7,552</b>	<b>0.9%</b>	<b>0.9%</b>	<b>0.9%</b>
Deposits of the public	8,068	7,577	7,071	1.1%	1.0%	1.0%
Deposits of banks <sup>(1)</sup>	0	0	9	0.0%	0.0%	0.0%
Deposits of the government	0	3	0	0.0%	0.0%	0.0%
Bonds and subordinated notes	0	0	0	0.0%	0.0%	0.0%
Other liabilities	66	94	101	0.1%	0.2%	0.2%
<b>Total liabilities</b>	<b>8,134</b>	<b>7,673</b>	<b>7,182</b>	<b>0.9%</b>	<b>0.9%</b>	<b>0.9%</b>
Quasi-capital items	0	0	0	0.0%	0.0%	0.0%
Minority shareholders' rights	0	0	0			
Equity	464	391	370	0.8%	0.8%	0.8%

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	186.1	168.1	165.4	0.8%	0.8%	0.8%
Loan-loss provision	0.7	4.6	4.3	0.0%	0.1%	0.1%
Operating and other income	158.8	162.5	155.9	1.1%	1.2%	1.3%
Of which: Operating income	102.5	100.1	105.7	0.9%	1.0%	1.1%
Operating and other expenses	253.7	220.7	215.4	1.0%	1.0%	1.1%
Of which: Salaries and related expenses	142.2	124.2	120.0	0.9%	0.9%	1.0%
Ordinary profit before-tax provision	90.5	105.3	101.6	1.0%	1.1%	1.3%
Provision for taxes on ordinary profit	40.1	46.4	50.8	0.9%	1.2%	1.5%
Ordinary after-tax profit	50.4	58.9	50.8	1.0%	1.1%	1.1%
Bank's share in the profit of subsidiaries	0.0	0.0	0.0			
Minority shareholders' share in profit of consolidated companies	0.0	0.0	0.0			
Extraordinary after-tax profit	18.1	0.6	0.2			
<b>Net profit</b>	<b>68.5</b>	<b>59.5</b>	<b>51.0</b>	<b>0.8%</b>	<b>0.9%</b>	<b>1.0%</b>
Basic earning in NIS per share	2.8	2.4	2.1			

Balances and rates of return on financial items by indexation base on 31.12.2006 - consolidated	Unindexed NIS	CPI-indexed NIS	Foreign Currency <sup>(2)</sup>	Total financial items
Balance of financial assets on balance-sheet date	5,121	2,865	494	8,480
Balance of financial liabilities on balance-sheet date	5,015	2,649	471	8,134
Excess of financial assets over financial liabilities	106	216	23	346
Total indexation balance (incl. Forwards <sup>(3)</sup> and options in term of basis assets)	76	247	23	346
Options at the money and out of the money (net, capitalized nominal value)	0	0	0	0
Rate of income on assets <sup>(4)</sup> (%)	5.70	3.11	-1.92	4.40
Rate of expenses on liabilities <sup>(4)</sup> (%)	-2.96	-2.50	4.85	-2.39
Interest-rate spread	2.74	0.61	2.93	2.01

Internal rate of return on assets (%)	5.54	4.53	4.70	
Internal rate of return on liabilities (%)	2.44	3.13	2.33	
Difference	3.10	1.40	2.37	
Average duration of assets (years)	0.18	1.05	0.07	0.47
Average duration of liabilities (years)	0.32	0.91	0.17	0.50
Difference	-0.14	0.14	-0.10	-0.03

<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> including hedging, embedded and ALM derivatives.



## Statement for 31/12/2006 on consolidated basis

### Bank Yahav Le-Ovdei Hamdina 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	1,715	1,410
Total off-balance-sheet credit risk	1,829	1,506
Total credit risk	3,544	2,916
<i>Of which:</i> Total risk of credit for housing loans	0	0
Total risk of credit to construction and real estate industr	0	0

#### Problem borrowers

Total credit risk dew to problem borrowers	32	44
<i>Of which:</i> Total credit to problem borrowers	29	40

#### Data on derivatives

Notional amount	210	560
Gross positive fair value	2	3

#### Activity with interested and related parties

Total assets on balance-sheet date	1,350	1,742
<i>Of which:</i> credit to the public	0	0
Total liabilities on balance-sheet date (including quasi-capital items)	35	42

#### Branches and personnel

Number of employee posts in Israel, monthly average	541	505
Number of employee posts abroad, monthly average	0	0
Number of branches in Israe	25	18
Number of branches abroad	0	0

#### Main financial ratios, in annual terms (%)

Equity/risk-weighted-assets ratic	15.80	15.10
Equity/balance-sheet ratic	5.39	4.85
Financial capital/equity capital ratic	74.51	69.25
Ratio of problem loans to total credit to the public	1.75	2.90
Return on equity (net profit/gross weighted capital ratio)	17.50	16.10
Non-interest income/operating expenses ratic	62.59	73.63
Ratio of loan-loss provision to total credit to the public	0.04	0.34