

**Statement for the first quarter - consolidated**  
**Israel Discount Bank Ltd. and its subsidiaries , Main data, NIS million**


Taken from the quarterly report to 31.03.2007, reported amounts

Summary consolidated balance sheet	31.03.2007	31.12.2006	Bank's share of the banking system	
			31.03.2007	31.12.2006
Cash and deposits in banks <sup>1</sup>	24,021	25,406	17.3%	18.3%
Securities	39,631	38,914	23.3%	23.9%
Securities borrowed or purchased under agreements to resell	149	0	7.0%	0.0%
Credit to the public	90,614	90,175	14.6%	14.7%
Credit to the government	17	18	0.7%	0.6%
Investments in companies included on an equity basis	1,679	1,591	35.8%	40.0%
Buildings and equipment	2,645	2,614	21.7%	21.6%
Other assets	3,682	3,820	17.6%	17.0%
<b>Total assets</b>	<b>162,438</b>	<b>162,538</b>	<b>16.8%</b>	<b>17.0%</b>
Deposits of the public	128,615	130,517	17.0%	17.2%
Deposits of banks <sup>1</sup>	9,548	8,099	22.4%	30.9%
Deposits of the government	96	119	0.8%	1.0%
Securities loaned or sold under agreements to repurchase	0	0	0.0%	0.0%
Bonds and subordinated notes	6,432	6,302	12.5%	12.4%
Other liabilities	9,091	9,134	18.3%	17.1%
<b>Total liabilities</b>	<b>153,782</b>	<b>154,171</b>	<b>16.9%</b>	<b>17.1%</b>
Quasi-capital items	0	0	0.0%	0.0%
Minority shareholders' rights	418	402		
Equity	8,238	7,965	14.3%	14.3%

Summary consolidated profit and loss statement	Three months to		Bank's share of the banking system	
	31.03.2007	31.03.2006	Three months to	
			31.03.2007	31.03.2006
Net interest profit before loan-loss provision	1,022.0	892.0	17.6%	16.5%
Loan-loss provision	96.0	142.0	25.3%	18.4%
Operating and other income	649.0	590.0	17.4%	16.9%
Of which: Operating income	531.0	473.0	17.9%	17.1%
Operating and other expenses	1,230.0	1,433.0	20.6%	22.9%
Of which: Salaries and related expenses	787.0	996.0	21.3%	24.5%
Ordinary before-tax provision	345.0	-93.0	10.8%	not calculated
Provision for taxes on ordinary profit	167.0	78.0	11.5%	8.9%
Ordinary after-tax profit	178.0	-171.0	10.2%	not calculated
Bank's share in the profit of subsidiaries	41.0	49.0		
Share of minority shareholders in profit of consolidated companies	-17.0	-23.0		
Extraordinary after-tax profit	3.0	172.0		
<b>Net profit</b>	<b>205.0</b>	<b>27.0</b>	<b>9.0%</b>	<b>1.1%</b>

Balances and rates of return on financial items by indexation base on 31.03.2007	Unindexed NIS	CPI-indexed NIS	Foreign Currency <sup>(2)</sup>	Total financial items
Balance of financial assets on balance-sheet date	59,916	21,275	75,495	156,686
Balance of financial liabilities on balance-sheet date	60,675	18,172	74,724	153,571
Excess of financial assets over financial liabilities	-759	3,103	771	3,115
Total indexation balance (incl. forwards and options in term of basis assets) <sup>3</sup>	459	2,323	332	3,114
Rate of income on assets (percent) <sup>4</sup>	6.29	4.16	-0.78	2.12
Rate of expenditure on liabilities (percent) <sup>4</sup>	-3.81	-2.71	2.00	-0.41
Interest-rate differential	2.48	1.45	1.22	1.71

Problem borrowers	31.03.2007	31.12.2006
Total credit risk due to problem borrowers	8,135	7,995
Total credit to problem borrowers	7,215	7,056

Main financial ratios - consolidated (percent)	31.03.2007	31.12.2006
Equity/balance-sheet ratio	5.07	4.90
Financial capital/equity ratio	37.81	37.06
Equity/risk-weighted-assets ratio	10.46	10.45
Return on equity (net profit/gross weighted-capital ratio) <sup>5</sup>	10.70	11.70
Operating income/operating expenses ratio <sup>6</sup>	52.76	46.99

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