

Statement for the first quarter - consolidated
Otsar Hahayal 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 ¹	1,860	2,123	1.1%	1.3%
Securities	1,229	924	0.7%	0.6%
Securities borrowed or purchased under agreements to resell	0	0	0.0%	0.0%
Credit to the public	7,951	7,918	1.3%	1.3%
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	155	157	1.3%	1.3%
Other assets	58	55	0.3%	0.2%
Total assets	11,252	11,177	1.2%	1.2%
Deposits of the public	9,074	9,030	1.2%	1.2%
Deposits of banks ¹	77	98	0.1%	0.2%
Deposits of the government	110	115	0.9%	0.9%
Securities loaned or sold under agreements to repurchase	0	0	0.0%	0.0%
Bonds and subordinated notes	389	377	0.8%	0.7%
Other liabilities	966	946	1.9%	1.8%
Total liabilities	10,615	10,565	1.2%	1.2%
Quasi-capital items	0	0	0.0%	0.0%
Minority shareholders' rights	1	1		
Equity	636	611	1.1%	1.1%

Summary consolidated profit and loss statement	Three months to		Bank's share of the banking system	
			Three months to	
	31.03.2007	31.03.2006	31.03.2007	31.03.2006
Net interest profit before loan-loss provision	92.1	84.8	1.6%	1.6%
Loan-loss provision	1.5	1.9	0.4%	0.2%
Operating and other income	48.4	50.2	1.3%	1.4%
Of which: Operating income	43.3	44.1	1.5%	1.6%
Operating and other expenses	100.5	98.9	1.7%	1.6%
Of which: Salaries and related expenses	56.9	57.5	1.5%	1.4%
Ordinary before-tax provision	38.5	34.2	1.2%	1.8%
Provision for taxes on ordinary profit	16.9	15.5	1.2%	1.8%
Ordinary after-tax profit	21.6	18.7	1.2%	1.7%
Bank's share in the profit of subsidiaries	0.0	0.0		
Share of minority shareholders in profit of consolidated companies	0.0	0.0		
Extraordinary after-tax profit	0.0	0.0		
Net profit	21.6	18.7	0.9%	0.7%

Balances and rates of return on financial items by indexation base on 31.03.2007	Unindexed NIS	CPI-indexed NIS	Foreign Currency ⁽²⁾	Total financial items
Balance of financial assets on balance-sheet date	7,002	2,195	1,891	11,087
Balance of financial liabilities on balance-sheet date	7,052	2,204	1,349	10,605
Excess of financial assets over financial liabilities	-50	-9	542	483
Total indexation balance (incl. forwards and options in term of basis assets) ³	324	104	55	483
Rate of income on assets (percent) ⁴	5.90	4.08	-0.49	4.37
Rate of expenditure on liabilities (percent) ⁴	-2.66	-3.17	1.92	-1.90
Interest-rate differential	3.24	0.91	1.43	2.47

Problem borrowers	31.03.2007	31.12.2006
Total credit risk due to problem borrowers	210	219
Total credit to problem borrowers	189	192

Main financial ratios - consolidated (percent)	31.03.2007	31.12.2006
Equity/balance-sheet ratio	5.65	5.47
Financial capital/equity ratio	75.85	74.96
Equity/risk-weighted-assets ratio	10.43	10.36
Return on equity (net profit/gross weighted-capital ratio) ⁵	14.88	7.79
Operating income/operating expenses ratio ⁶	48.16	45.42

¹ See note 5.1.7 in the introduction² Including foreign-currency indexed NIS.³ Forwards transactions.⁴ Three-month rate of income (expenses), on annual basis including hedging, embedded and ALM derivatives⁵ Annual basis.⁶ For three months. Comparative data are annual