

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

Taken from the quarterly report to 31.03.2007, reported amounts



Summary 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>	870	1,050	0.5%	0.6%
Securities	920	726	0.5%	0.4%
Securities borrowed or purchased under agreements to resell	0	0	0.0%	0.0%
Credit to the public	1,120	1,106	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	9	9	0.0%	0.0%
<b>Total assets</b>	<b>2,943</b>	<b>2,915</b>	<b>0.3%</b>	<b>0.3%</b>
Deposits of the public	2,271	2,308	0.3%	0.3%
Deposits of banks <sup>1</sup>	222	164	0.3%	0.3%
Securities loaned or sold under agreements to repurchase	0	0	0.0%	0.0%
Deposits of the government	0	0	0.0%	0.0%
Bonds and subordinated notes	0	0	0.0%	0.0%
Other liabilities	132	135	0.3%	0.3%
<b>Total liabilities</b>	<b>2,625</b>	<b>2,606</b>	<b>0.3%</b>	<b>0.3%</b>
Quasi-capital items	0	0	0.0%	0.0%
Minority shareholders' rights	0	0		
Equity	318	309	0.6%	0.6%

Summary profit and loss statement	Three months to		Bank's share of the Three months to	
	31.03.2007	31.03.2006	31.03.2007	31.03.2006
Net interest profit before loan-loss provision	25.1	26.2	0.4%	0.5%
Loan-loss provision	0.6	1.0	0.2%	0.1%
Operating and other income	20.8	20.8	0.6%	0.6%
Of which: Operating income	20.8	20.8	0.7%	0.8%
Operating and other expenses	32.6	28.0	0.5%	0.4%
Of which: Salaries and related expenses	16.1	13.9	0.4%	0.3%
Ordinary before-tax provision	12.7	18.0	0.4%	0.9%
Provision for taxes on ordinary profit	5.8	8.2	0.4%	0.9%
Ordinary after-tax profit	6.9	9.8	0.4%	0.9%
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		
<b>Net profit</b>	<b>6.9</b>	<b>9.8</b>	<b>0.3%</b>	<b>0.4%</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	2,283	453	182	2,918
Balance of financial liabilities on balance-sheet date	2,043	416	163	2,623
Excess of financial assets over financial liabilities	239	37	19	295
Total indexation balance(incl. forwards and options in term of basis assets) <sup>3</sup>	239	37	19	295
Rate of income on assets(percent) <sup>4</sup>	6.70	3.43	-0.60	5.63
Rate of expenditure on liabilities(percent) <sup>4</sup>	-3.21	-2.66	3.95	-2.55
Interest-rate differential	3.49	0.77	3.35	3.08

Problem borrowers	31.03.2007	31.12.2006
Total credit risk dew to problem borrowers	94	102
Total credit to problem borrowers	75	81

Main financial ratios (percent)	31.03.2007	31.12.2006
Equity/balance-sheet ratio	10.79	10.59
Finanancial capital/equity ratio	92.94	92.55
Equity/risk-weighted-assets ratio	20.80	20.00
Return on equity (net profit/gross weightec-capital ratio) <sup>5</sup>	9.10	11.50
Operating income/operating expenses ratio <sup>6</sup>	63.80	70.40

<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