

Statement for the first quarter - consolidated
DEXIA ISRAEL (PUBLIC FINANCE) 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	
			00.01.1900	00.01.1900
Cash and deposits in banks ¹	581	614	0.0%	0.0%
Securities	203	200	0.0%	0.0%
Securities borrowed or purchased under agreements to re-se	0	0	0.0%	0.0%
Credit to the public	3,069	3,028	0.0%	0.0%
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	23	20	0.0%	0.0%
Other assets	20	19	0.0%	0.0%
Total assets	3,896	3,880	0.0%	0.0%
Deposits of the public	2,633	2,731	0.0%	0.0%
Deposits of banks ¹	0	0	0.0%	0.0%
Deposits of the government	0	0	0.0%	0.0%
Securities loaned or sold under agreements to repurchase	0	0	0.0%	0.0%
Bonds and subordinated notes	819	719	0.0%	0.0%
Other liabilities	46	37	0.0%	0.0%
Total liabilities	3,498	3,487	0.0%	0.0%
Quasi-capital items	0	0	0.0%	0.0%
Minority shareholders' rights	0	0		
Equity	398	393	0.0%	0.0%

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	
			00.01.1900	00.01.1900
Net interest profit before loan-loss provision	16.5	21.9	0.0%	0.0%
Loan-loss provision	0.2	2.7	0.0%	0.0%
Operating and other income	3.6	3.6	0.0%	0.0%
Of which: Operating income	3.6	3.6	0.0%	0.0%
Operating and other expenses	10.4	8.9	0.0%	0.0%
Of which: Salaries and related expenses	4.6	3.8	0.0%	0.0%
Ordinary before-tax provision	9.5	13.9	0.0%	0.0%
Provision for taxes on ordinary profit	5.0	6.7	0.0%	0.0%
Ordinary after-tax profit	4.5	7.2	0.0%	0.0%
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	4.5	7.2	0.0%	0.0%

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	936	2,934	0	3,870
Balance of financial liabilities on balance-sheet date	1,104	2,394	0	3,498
Excess of financial assets over financial liabilities	-168	540	0	372
Total indexation balance (incl. forwards and options in term of basis assets) ³	-168	540	0	372
Rate of income on assets (percent) ⁴	7.02	4.86	0.00	5.38
Rate of expenditure on liabilities (percent) ⁴	-4.19	-3.91	0.00	-4.00
Interest-rate differential	2.84	0.94	0.00	1.38

Problem borrowers	31.03.2007	31.12.2006
Total credit risk dew to problem borrowers	233	217
Total credit to problem borrowers	233	217

Main financial ratios - consolidated (percent)	31.03.2007	31.12.2006
Equity/balance-sheet ratio	10.23	10.13
Financial capital/equity ratio	93.32	93.36
Equity/risk-weighted-assets ratio	17.41	18.25
Return on equity (net profit/gross weighted-capital ratio) ⁵	4.32	11.20
Operating income/operating expenses ratio ⁶	34.62	47.67

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