

Statement for the first quarter - bank Industrial Dev. 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	43	66	0.0%	0.0%
Securities	49	50	0.0%	0.0%
Securities borrowed or sold	0	0	0.0%	0.0%
Credit to the public	6,314	6,519	1.0%	1.1%
Credit to the government	862	867	37.4%	29.5%
Investments in companies	0	0	0.0%	0.0%
Buildings and equipment	1	1	0.0%	0.0%
Other assets	11	12	0.1%	0.1%
Total assets	7,280	7,516	0.8%	0.8%
Deposits of the public	66	67	0.0%	0.0%
Deposits of banks ¹	703	768	1.7%	2.9%
Securities loaned or sold	5,920	6,088	49.4%	49.2%
Deposits of the government	5,920	6,088	49.4%	49.2%
Bonds and subordinate	507	516	1.0%	1.0%
Other liabilities	57	58	0.1%	0.1%
Total liabilities	7,253	7,496	0.8%	0.8%
Quasi-capital items	0	0	0.0%	0.0%
Minority shareholders' share	0	0		
Equity	27	20	0.0%	0.0%

Summary profit and loss	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 provision	8.7	4.6	0.1%	0.1%
Loan-loss provision	1.0	11.2	0.3%	1.5%
Operating and other income	5.3	3.9	0.1%	0.1%
Of which: Operating income	0.2	0.3	0.0%	0.0%
Operating and other expenses	8.1	8.0	0.1%	0.1%
Of which: Salaries and other	4.9	4.5	0.1%	0.1%
Ordinary before-tax profit	4.9	-10.7	0.2%	not calculated
Provision for taxes on ordinary profit	0.0	0.0	0.0%	0.0%
Ordinary after-tax profit	4.9	-10.7	0.3%	לא חושב
Bank's share in the ordinary profit	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	4.9	-10.7	0.2%	not calculated

Balances and rates of return on financial items by indexation base on	Unindexed NIS	CPI-indexed NIS	Foreign Currency ⁽²⁾	Total financial items
Balance of financial assets	247	1,276	5,707	7,230
Balance of financial liabilities	748	355	6,149	7,252
Excess of financial assets	-502	921	-441	-22
Total indexation balance (incl. forwards and options in term of basis assets) ³	-438	878	-461	-22
Rate of income on assets	5.27	3.63	0.12	0.63
Rate of expenditure on liabilities	-4.18	-0.98	-0.07	-0.56
Interest-rate differential	1.09	2.65	0.05	0.07

Problem borrowers	31.03.2007	31.12.2006
Total credit risk due to problem borrowers	490	583
Total credit to problem borrowers	404	495

Main financial ratios (%)	31.03.2007	31.12.2006
Equity/balance-sheet ratio	0.37	0.27
Financial capital/equity	-79.49	-154.50
Equity/risk-weighted-assets	2.58	1.34
Return on equity (net profit/equity)	0.00	0.00
Operating income/operating expenses	65.43	61.25

¹ See note 5.1.7 in the introduction

² Including foreign-currency indexed NIS.

³ Forwards transactions.

⁴ Three-month rate of income (expenses), on annual basis including hedging, embedded and ALM d

⁵ Annual basis.

⁶ For three months. Comparative data are annual