

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

Taken from the quarterly report to 30.06.2007, reported amounts

Summary consolidated balance sheet	30.06.2007	31.12.2006	Bank's share of the banking system	
			30.06.2007	31.12.2006
Cash and deposits in banks ¹	26,135	25,406	18.3%	18.3%
Securities	39,794	38,914	24.1%	23.8%
Securities borrowed or purchased under agreements to resell	464	0	15.7%	0.0%
Credit to the public	94,667	90,175	14.9%	14.7%
Credit to the government	49	18	2.2%	0.6%
Investments in companies included on an equity basis	1,450	1,367	32.6%	36.4%
Buildings and equipment	2,678	2,614	21.9%	21.6%
Other assets	4,421	4,044	19.2%	17.8%
Total assets	169,658	162,538	17.1%	17.0%
Deposits of the public	135,574	130,517	17.4%	17.2%
Deposits of banks ¹	8,157	8,099	27.6%	30.9%
Deposits of the government	123	119	1.1%	1.0%
Securities loaned or sold under agreements to repurchase	0	0	0.0%	0.0%
Bonds and subordinated notes	6,614	6,302	12.3%	12.4%
Other liabilities	10,202	9,134	19.5%	17.1%
Total liabilities	160,670	154,171	17.3%	17.1%
Quasi-capital items	0	0	0.0%	0.0%
Minority shareholders' rights	120	402		
Equity	8,868	7,965	14.7%	14.3%

Summary consolidated profit and loss statement	Six months to		Bank's share of the Six months to		Three months to
	30.06.2007	30.06.2006	30.06.2007	30.06.2006	30.06.2007
Net interest profit before loan-loss provision	1,938.0	1,825.0	16.4%	16.0%	916.0
Loan-loss provision	254.0	251.0	27.9%	16.2%	158.0
Operating and other income	1,324.0	1,192.0	17.8%	16.7%	675.0
Of which: Operating income	1,071.0	938.0	18.0%	17.0%	540.0
Operating and other expenses	2,393.0	2,630.0	20.2%	21.1%	1,163.0
Of which: Salaries and related expenses	1,428.0	1,745.0	19.9%	21.9%	641.0
Ordinary before-tax provision	615.0	136.0	9.4%	3.0%	270.0
Provision for taxes on ordinary profit	236.0	168.0	9.2%	8.0%	69.0
Ordinary after-tax profit	379.0	-32.0	9.6%	not calculated	201.0
Bank's share in the profit of subsidiaries	88.0	98.0			47.0
Share of minority shareholders in profit of consolidated companies	-30.0	-48.0			-13.0
Extraordinary after-tax profit	395.0	426.0			392.0
Net profit	832.0	444.0	15.8%	9.8%	627.0

Balances and rates of return on financial items by indexation base on 30.06.2007	Unindexed NIS	CPI-indexed NIS	Foreign Currency ²	Total financial items
Balance of financial assets on balance-sheet date	62,247	20,820	80,126	163,193
Balance of financial liabilities on balance-sheet date	63,767	18,145	78,443	160,355
Excess of financial assets over financial liabilities basis assets ³	-1,520	2,675	1,683	2,838
Rate of income on assets (percent) ⁴	5.67	5.88	6.96	6.38
Rate of expenditure on liabilities (percent) ⁴	-3.33	-5.00	-5.77	-4.81
Interest-rate differential	2.34	0.88	1.19	1.57

Problem borrowers	30.06.2007	31.12.2006
Total credit risk dew to problem borrowers	8,042	7,995
Total credit to problem borrowers	7,076	7,056

Main financial ratios - consolidated (percent)	30.06.2007	31.12.2006
Equity/balance-sheet ratio	5.23	4.90
Financial capital/equity ratio	32.00	37.06
Equity/risk-weighted-assets ratio	10.48	10.45
Return on equity (net profit/gross weighted-capital ratio) ⁵	21.40	11.70
Operating income/operating expenses ratio ⁶	55.33	46.99

¹ See note 5.1.7 in the introduction² Including foreign-currency indexed NIS.³ Forwards transactions.⁴ Six-month rate of income (expenses), on annual basis including hedging, embedded and ALM derivatives.⁵ Annual basis.⁶ For six months. Comparative data are annual.