

Statement for the second quarter - consolidated
Bank of Jerusalem Ltd. and its subsidiaries , Main data, NIS million


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	569	766	0.4%	0.6%
Securities	1,232	956	0.7%	0.6%
Securities borrowed or purchased under agreements to resell	0	0	0.0%	0.0%
Credit to the public	6,649	6,399	1.0%	1.0%
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	44	47	0.4%	0.4%
Other assets	25	24	0.1%	0.1%
Total assets	8,519	8,191	0.9%	0.9%
Deposits of the public	6,759	6,731	0.9%	0.9%
Deposits of banks ¹	225	221	0.8%	0.8%
Deposits of the government	11	16	0.1%	0.1%
Securities loaned or sold under agreements to repurchase	0	0	0.0%	0.0%
Bonds and subordinated notes	978	692	1.8%	1.4%
Other liabilities	65	69	0.1%	0.1%
Total liabilities	8,039	7,729	0.9%	0.9%
Quasi-capital items	0	0	0.0%	0.0%
Minority shareholders' rights	0	0		
Equity	480	462	0.8%	0.8%

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	92.4	72.1	0.8%	0.6%	50.0
Loan-loss provision	10.1	9.5	1.1%	0.6%	8.6
Operating and other income	43.5	48.1	0.6%	0.7%	22.7
Of which: Operating income	43.0	47.9	0.7%	0.9%	22.4
Operating and other expenses	85.5	83.5	0.7%	0.7%	42.8
Of which: Salaries and related expenses	54.3	54.7	0.8%	0.7%	26.8
Ordinary before-tax provision	40.3	27.2	0.6%	0.6%	21.3
Provision for taxes on ordinary profit	15.4	9.7	0.6%	0.5%	7.7
Ordinary after-tax profit	24.9	17.5	0.6%	0.7%	13.6
Bank's share in the profit of subsidiaries	0.0	0.0			0.0
Share of minority shareholders in profit of consolidated companies	0.0	0.0			0.0
Extraordinary after-tax profit	0.0	26.3			0.0
Net profit	24.9	43.8	0.5%	1.0%	13.6

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	3,414	3,598	1,453	8,465
Balance of financial liabilities on balance-sheet date	3,206	3,437	1,379	8,022
Excess of financial assets over financial liabilities basis assets ³	208	161	74	443
Rate of income on assets (percent) ⁴	5.47	5.69	9.93	6.38
Rate of expenditure on liabilities (percent) ⁴	-3.97	-5.07	-6.62	-4.93
Interest-rate differential	1.50	0.62	3.31	1.45

Problem borrowers	30.06.2007	31.12.2006
Total credit risk dew to problem borrowers	396	380
Total credit to problem borrowers	363	350

Main financial ratios - consolidated (percent)	30.06.2007	31.12.2006
Equity/balance-sheet ratio	5.64	5.64
Financial capital/equity ratio	92.24	91.99
Equity/risk-weighted-assets ratio	11.40	11.80
Return on equity (net profit/gross weighted-capital ratio) ⁵	11.00	15.30
Operating income/operating expenses ratio ⁶	50.88	54.60

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.