



Statement for 31/12/2007 on consolidated basis
Israel Discount Bank Ltd. and its subsidiaries, Main data, NIS million

Taken from the annual report to 31.12.2007, reported amounts

Summary consolidated balance sheet	End of year			Bank's share of the banking system		
	2007	2006	2005	2007	2006	2005
Cash and deposits in banks ⁽¹⁾	19,850	25,100	20,586	16.1%	18.1%	16.8%
Securities	37,278	38,977	42,226	21.6%	23.8%	27.4%
Securities borrowed or purchased under agreements to resell	346	0	0	15.1%	0.0%	0.0%
Credit to the public	101,899	90,097	87,778	15.2%	14.6%	14.5%
Credit to the government	374	324	92	16.3%	10.0%	2.7%
Investments in companies included on an equity basis	2,008	1,367	1,478	40.3%	36.4%	33.9%
Buildings and equipment	2,780	2,614	2,268	21.9%	21.6%	20.3%
Other assets	4,275	4,044	4,292	16.1%	17.9%	19.5%
Total assets	168,810	162,523	158,720	16.7%	16.9%	17.2%
Deposits of the public	130,518	130,517	125,433	16.6%	17.2%	17.3%
Deposits of banks ⁽¹⁾	5,072	8,099	6,518	19.0%	30.9%	29.0%
Deposits of the government	125	119	136	1.2%	1.0%	1.0%
Securities loaned or sold under agreements to repurchase	5,895	0	4,852	78.5%	0.0%	100.0%
Bonds and subordinated notes	7,437	6,302	5,342	12.5%	12.2%	9.9%
Other liabilities	10,412	9,119	9,254	17.7%	17.1%	18.6%
Total liabilities	159,459	154,156	151,535	16.8%	17.1%	17.4%
Minority shareholders' rights	147	402	467			
Equity	9,204	7,965	6,718	15.0%	14.2%	13.4%

Summary consolidated profit and loss statement	End of year			Bank's share of the banking system		
	2007	2006	2005	2007	2006	2005
Net interest profit before loan-loss provision	4,225.0	3,790.0	3,697.0	17.8%	16.5%	16.7%
Loan-loss provision	447.0	570.0	691.0	23.9%	18.2%	16.6%
Operating and other income	2,572.0	2,359.0	2,406.0	17.1%	16.4%	17.9%
Of which: Operating income	2,216.0	1,911.0	1,863.0	17.8%	16.9%	17.6%
Operating and other expenses	5,066.0	5,020.0	4,729.0	20.2%	20.3%	21.5%
Of which: Salaries and related expenses	3,030.0	3,202.0	2,967.0	20.2%	20.8%	22.2%
Ordinary profit before-tax provision	1,284.0	559.0	683.0	10.8%	5.9%	7.2%
Provision for taxes on ordinary profit	566.0	350.0	324.0	12.2%	7.9%	8.1%
Ordinary after-tax profit	718.0	209.0	359.0	9.8%	4.2%	6.6%
Bank's share in the profit of subsidiaries	45.0	188.0	174.0			
Minority shareholders' share in profit of consolidated companies	-56.0	-82.0	-75.0			
Ordinary net profit	707.0	315.0	458.0	9.4%	5.9%	7.7%
Extraordinary after-tax profit	558.0	521.0	0.0			
Net profit	1,265.0	836.0	458.0	13.7%	9.2%	6.9%
Basic earning in NIS per share	1.3	0.9	0.5			

Balances and rates of return on financial items by indexation base on 31.12.2007 - consolidated	Unindexed NIS	CPI-indexed NIS	Foreign Currency ⁽²⁾	Total financial items
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Balance of financial assets on balance-sheet date	68,979	22,853	70,053	161,885
Balance of financial liabilities on balance-sheet date	65,743	18,882	74,618	159,243
Excess of financial assets over financial liabilities	3,236	3,971	-4,565	2,642
Total indexation balance (incl. Forwards ⁽³⁾ and options in term of basis assets)	3,849	907	-2,114	2,642
Options at the money and out of the money (net, capitalized nominal value)	1,490	179	-1,670	-1
Rate of income on assets (%) ⁽⁴⁾	5.09	7.86	-1.74	1.91
Rate of expenses on liabilities (%) ⁽⁴⁾	-2.99	-6.81	3.05	-0.20
Interest-rate spread	2.09	1.05	1.31	1.71

Internal rate of return on assets (%)	6.00	5.08	5.08	
Internal rate of return on liabilities (%)	3.01	4.30	3.34	
Difference	2.99	0.78	1.74	
Average duration of assets (years)	0.71	4.61	1.35	1.56
Average duration of liabilities (years)	0.41	4.11	0.23	0.77
Difference	0.30	0.50	1.12	0.79

⁽¹⁾ See note 5.1.7. in the introduction.

⁽²⁾ Including foreign-currency indexed NIS.

⁽³⁾ Forwards transactions.

⁽⁴⁾ including hedging, embedded and ALM derivatives.



Statement for 31/12/2007 on consolidated basis
Israel Discount Bank Ltd., Additional data
 (NIS millions, reported amounts)

Additional data	2007	2006
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Total off-balance-sheet and credit risk

Credit to the public and credit risk	106,133	93,870
Total off-balance-sheet credit risk	79,305	63,612
Total credit risk	185,438	157,482
<i>Of which:</i> Total risk of credit for housing loans	11,833	10,507
Total risk of credit to construction and real estate industry	32,835	28,061

Problem borrowers

Total credit risk dew to problem borrowers	7,449	7,995
<i>Of which:</i> Total credit to problem borrowers	6,448	7,056

Data on derivatives

Notional amount	142,395	101,262
Gross positive fair value	1,672	1,151

Activity with interested and related parties

Total assets on balance-sheet date	2,521	1,956
<i>Of which:</i> credit to the public	492	564
Total liabilities on balance-sheet date (including quasi-capital items)	846	2,515

Branches and personnel

Number of employee posts in Israel, monthly average	8,782	8,284
Number of employee posts abroad, monthly average	923	882
Number of branches in Israel	203	194
Number of branches abroad	15	12

Main financial ratios, in annual terms (%)

Equity/risk-weighted-assets ratio	10.90	10.50
Equity/balance-sheet ratio	5.45	4.90
Financial capital/equity capital ratio	28.70	37.06
Ratio of problem loans to total credit to the public	6.29	7.78
Return on equity (net profit/average equity ratio)	14.70	11.70
Non-interest income/operating expenses ratio	50.77	46.99
Ratio of loan-loss provision to total credit to the public	0.44	0.63

Statement for 31/12/2007
Israel Discount Bank Ltd. , Main data, NIS million (Short Version)

Taken from the annual report to 31.12.2007, reported amounts

Operating segments - 31/12/2007

		The household segment	The private banking segment ¹	The small businesses segment	The commercial segment ²	The business sector ³	Financial management segment	Others and adjustments	Total
Net interest income before loan-loss provision	Median	144	134	897	1,234	1,244	572	0	4,225
	Between sectors	1,064	180	-162	-514	-316	-252	0	0
Operating and other income:	Median	1,582	140	359	204	230	57	0	2,572
	Between sectors	0	0	0	0	0	0	0	0
Total income		2,790	454	1,094	924	1,158	377	0	6,797
Loan-loss provision		123	5	128	124	60	7	0	447
Operating and other expenses:	Median	2,237	381	700	685	549	514	0	5,066
	Between sectors	0	0	0	0	0	0	0	0
Ordinary before-tax profit		430	68	266	115	549	-144	0	1,284
Ordinary net profit		238	30	172	74	344	-151	0	707
Extraordinary net profit		416	13	55	29	3	42	0	558
Net profit		654	43	227	103	347	-109	0	1,265
Return on equity (net profit/average equity ratio)		55.4	18.3	36.3	7.5	14.7	27.7	0.0	14.7
Average balance of assets		24,617	3,950	11,923	21,096	37,515	66,023	0	165,124
Average balance of liabilities		53,390	37,346	9,966	17,516	16,475	21,583	0	156,276
Average balance of risk assets		19,688	3,950	10,428	22,815	39,440	18,890	0	115,211
Elements of net interest income before loan-loss provision	From granting credit	572	46	571	527	699	0	0	2,415
	From receiving deposits	571	266	123	139	60	0	0	1,159
	Other	65	2	41	54	169	320	0	651
Total net interest income before loan-loss provision		1,208	314	735	720	928	320	0	4,225

¹) Preferential banking services provided to wealthy customers.

²) Medium-sized businesses.

³) Large businesses.