



**Statement for 31/12/2007 on consolidated basis**  
**Bank Yahav Le-Ovdei Hamdina 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			Banking group's share of the banking system		
	2007	2006	2005	2007	2006	2005
Cash and deposits in banks <sup>(1)</sup>	3,176	2,928	4,292	2.1%	1.8%	1.5%
Securities	3,622	3,840	2,248	2.1%	2.3%	1.5%
Securities borrowed or purchased under agreements to resell	0	0	0	0.0%	0.0%	0.0%
Credit to the public	2,390	1,665	1,356	0.4%	0.3%	0.2%
Credit to the government	0	0	0	0.0%	0.0%	0.0%
Investments in companies included on an equity basis	0	0	0	0.0%	0.0%	0.0%
Buildings and equipment	126	118	120	1.0%	1.0%	1.1%
Other assets	37	47	48	0.1%	0.2%	0.2%
<b>Total assets</b>	<b>9,350</b>	<b>8,598</b>	<b>8,065</b>	<b>0.9%</b>	<b>0.9%</b>	<b>0.9%</b>
Deposits of the public	8,688	8,066	7,575	1.1%	1.1%	1.0%
Deposits of banks <sup>(1)</sup>	25	0	0	0.0%	0.0%	0.0%
Deposits of the government	3	3	5	0.0%	0.0%	0.0%
Securities loaned or sold under agreements to repurchase	0	0	0	0.0%	0.0%	0.0%
Bonds and subordinated notes	0	0	0	0.0%	0.0%	0.0%
Other liabilities	94	66	94	0.2%	0.1%	0.2%
<b>Total liabilities</b>	<b>8,810</b>	<b>8,134</b>	<b>7,673</b>	<b>0.9%</b>	<b>0.9%</b>	<b>0.9%</b>
Minority shareholders' rights	0	0	0			
Equity	540	464	391	0.9%	0.8%	0.8%

Summary consolidated profit and loss statement	End of year			Banking group's share of the banking system		
	2007	2006	2005	2007	2006	2005
Net interest profit before loan-loss provision	245.3	186.1	168.1	1.0%	0.8%	0.8%
Loan-loss provision	5.9	0.7	4.6	0.3%	0.0%	0.1%
Operating and other income	175.0	158.8	162.5	1.2%	1.1%	1.2%
Of which: Operating income	107.0	102.5	100.1	0.9%	0.9%	0.9%
Operating and other expenses	300.6	253.7	220.7	1.2%	1.0%	1.0%
Of which: Salaries and related expenses	162.3	142.2	124.2	1.1%	0.9%	0.9%
Ordinary profit before-tax provision	113.8	90.5	105.3	1.0%	1.0%	1.1%
Provision for taxes on ordinary profit	42.0	40.1	46.4	0.9%	0.9%	1.2%
Ordinary after-tax profit	71.8	50.4	58.9	1.0%	1.0%	1.1%
Bank's share in the profit of subsidiaries	0.0	0.0	0.0			
Minority shareholders' share in profit of consolidated companies	0.0	0.0	0.0			
Ordinary net profit	71.8	50.4	58.9	1.0%	0.9%	1.0%
Extraordinary after-tax profit	-0.1	18.1	0.6			
<b>Net profit</b>	<b>71.7</b>	<b>68.5</b>	<b>59.5</b>	<b>0.8%</b>	<b>0.8%</b>	<b>0.9%</b>
Basic earning in NIS per share	2.9	2.8	2.4			

Balances and rates of return on financial items by indexation base on 31.12.2007 - consolidated	Unindexed NIS	CPI-indexed NIS	Foreign Currency <sup>(2)</sup>	Total financial items
Balance of financial assets on balance-sheet date	6,154	2,564	506	9,224
Balance of financial liabilities on balance-sheet date	6,008	2,315	487	8,810
Excess of financial assets over financial liabilities	146	249	19	413
Total indexation balance (incl. Forwards <sup>(3)</sup> and options in term of basis assets)	146	249	19	413
Options at the money and out of the money (net, capitalized nominal value)	0	0	0	0
Rate of income on assets (%) <sup>(4)</sup>	5.02	6.44	-2.08	5.07
Rate of expenses on liabilities (%) <sup>(4)</sup>	-2.24	-4.49	5.09	-2.51
Interest-rate spread	2.79	1.95	3.01	2.56

Internal rate of return on assets (%)	5.69	3.58	4.63	
Internal rate of return on liabilities (%)	2.26	2.58	2.41	
Difference	3.43	1.00	2.22	
Average duration of assets (years)	0.33	0.91	0.09	0.48
Average duration of liabilities (years)	0.36	0.74	0.17	0.45
Difference	-0.03	0.17	-0.08	0.03

<sup>(1)</sup> See note 5.1.7. in the introduction.

<sup>(2)</sup> Including foreign-currency indexed NIS.

<sup>(3)</sup> Forwards transactions.

<sup>(4)</sup> including hedging, embedded and ALM derivatives.



## Statement for 31/12/2007 on consolidated basis

### Bank Yahav Le-Ovdei Hamdina 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	2,452	1,715
Total off-balance-sheet credit risk	2,084	1,829
Total credit risk	4,536	3,544
<i>Of which:</i> Total risk of credit for housing loans	0	0
Total risk of credit to construction and real estate industr	4	0

#### Problem borrowers

Total credit risk dew to problem borrowers	55	32
<i>Of which:</i> Total credit to problem borrowers	50	29

#### Data on derivatives

Notional amount	0	210
Gross positive fair value	0	2

#### Activity with interested and related parties

Total assets on balance-sheet date	1,508	1,350
<i>Of which:</i> credit to the public	0	0
Total liabilities on balance-sheet date (including quasi-capital items)	31	35

#### Branches and personnel

Number of employee posts in Israel, monthly average	577	541
Number of employee posts abroad, monthly average	0	0
Number of branches in Israe	27	25
Number of branches abroad	0	0

#### Main financial ratios, in annual terms (%)

Equity/risk-weighted-assets ratic	14.20	15.80
Equity/balance-sheet ratic	5.77	5.39
Financial capital/equity capital ratic	76.59	74.51
Ratio of problem loans to total credit to the public	2.07	1.75
Return on equity (net profit/average equity ratio)	14.30	15.30
Non-interest income/operating expenses ratic	58.22	62.59
Ratio of loan-loss provision to total credit to the public	0.25	0.04