



Statement for 31/12/2007 on consolidated basis
Bank of Jerusalem 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 ⁽¹⁾	370	766	459	0.2%	0.0%	0.0%
Securities	1,350	956	919	0.8%	0.6%	0.6%
Securities borrowed or purchased under agreements to resell	0	0	0	0.0%	0.0%	0.0%
Credit to the public	7,189	6,399	6,235	1.1%	1.0%	1.0%
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	44	47	49	0.3%	0.4%	0.4%
Other assets	26	24	20	0.1%	0.1%	0.1%
Total assets	8,978	8,191	7,683	0.9%	0.9%	0.8%
Deposits of the public	6,960	6,731	6,392	0.9%	0.9%	0.9%
Deposits of banks ⁽¹⁾	171	221	289	0.6%	0.8%	1.3%
Deposits of the government	9	16	28	0.1%	0.1%	0.2%
Securities loaned or sold under agreements to repurchase	0	0	0	0.0%	0.0%	0.0%
Bonds and subordinated notes	1,262	692	497	2.1%	1.3%	0.9%
Other liabilities	74	69	65	0.1%	0.1%	0.1%
Total liabilities	8,476	7,729	7,271	0.9%	0.9%	0.8%
Minority shareholders' rights	0	0	0			
Equity	502	462	411	0.8%	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	182.7	155.7	127.5	0.8%	0.7%	0.6%
Loan-loss provision	12.6	15.5	11.3	0.7%	0.5%	0.3%
Operating and other income	88.4	90.2	105.0	0.6%	0.6%	0.8%
Of which: Operating income	87.3	88.6	103.7	0.7%	0.8%	1.0%
Operating and other expenses	167.0	165.2	158.4	0.7%	0.7%	0.7%
Of which: Salaries and related expenses	103.7	105.2	99.9	0.7%	0.7%	0.7%
Ordinary profit before-tax provision	91.5	65.2	62.8	0.8%	0.7%	0.7%
Provision for taxes on ordinary profit	30.6	27.6	23.7	0.7%	0.6%	0.6%
Ordinary after-tax profit	60.9	37.6	39.1	0.8%	0.7%	0.7%
Bank's share in the profit of subsidiaries	0.0	0.0	-0.8			
Minority shareholders' share in profit of consolidated companies	0.0	0.0	0.0			
Ordinary net profit	60.9	37.6	38.3	0.8%	0.7%	0.6%
Extraordinary after-tax profit	0.1	26.4	0.0			
Net profit	61.0	64.0	38.3	0.7%	0.7%	0.6%
Basic earning in NIS per share	0.9	0.9	0.6			

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
Balance of financial assets on balance-sheet date	4,221	3,508	1,198	8,927
Balance of financial liabilities on balance-sheet date	3,420	3,846	1,191	8,457
Excess of financial assets over financial liabilities	801	-338	7	470
Total indexation balance (incl. Forwards ⁽³⁾ and options in term of basis assets)	453	-52	69	470
Options at the money and out of the money (net, capitalized nominal value)	52	0	-52	0
Rate of income on assets (%) ⁽⁴⁾	5.47	7.76	-0.59	5.29
Rate of expenses on liabilities (%) ⁽⁴⁾	-3.81	-7.18	3.71	-3.86
Interest-rate spread	1.66	0.57	3.12	1.43

Internal rate of return on assets (%)	6.42	5.42	7.21	
Internal rate of return on liabilities (%)	4.47	4.67	4.28	
Difference	1.95	0.75	2.93	
Average duration of assets (years)	0.47	3.87	0.29	1.76
Average duration of liabilities (years)	0.36	3.03	0.23	1.56
Difference	0.11	0.84	0.06	0.20

⁽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.



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Bank of Jerusalem 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	7,195	6,407
Total off-balance-sheet credit risk	877	611
Total credit risk	8,072	7,018
<i>Of which:</i> Total risk of credit for housing loans	5,055	4,799
Total risk of credit to construction and real estate industr	1,863	1,317

Problem borrowers

Total credit risk dew to problem borrowers	333	380
<i>Of which:</i> Total credit to problem borrowers	305	350

Data on derivatives

Notional amount	1,267	4,147
Gross positive fair value	10	13

Activity with interested and related parties

Total assets on balance-sheet date	1	1
<i>Of which:</i> credit to the public	1	1
Total liabilities on balance-sheet date (including quasi-capital items)	10	11

Branches and personnel

Number of employee posts in Israel, monthly average	354	350
Number of employee posts abroad, monthly average	0	0
Number of branches in Israe	15	16
Number of branches abroad	0	0

Main financial ratios, in annual terms (%)

Equity/risk-weighted-assets ratic	11.30	11.80
Equity/balance-sheet ratic	5.60	5.64
Financial capital/equity capital ratic	93.57	91.99
Ratio of problem loans to total credit to the public	4.24	5.46
Return on equity (net profit/average equity ratio)	12.80	14.40
Non-interest income/operating expenses ratic	52.93	54.60
Ratio of loan-loss provision to total credit to the public	0.18	0.24