



Statement for 31/12/2008 on consolidated basis
Leumi Mortgage Bank Ltd. and its subsidiaries, Main data, NIS million

Taken from the annual report to 31.12.2008, reported amounts

Summary consolidated balance sheet	End of year			Banking group's share of the banking system		
	2008	2007	2006	2008	2007	2006
Cash and deposits in banks ⁽¹⁾	11	5	17	0.0%	0.0%	0.0%
Securities	0	0	0	0.0%	0.0%	0.0%
Securities borrowed or purchased under agreements to resell	0	0	0	0.0%	0.0%	0.0%
Credit to the public	39,783	35,790	33,036	5.4%	5.4%	5.4%
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	57	46	42	0.4%	0.4%	0.3%
Other assets	219	191	198	0.5%	0.7%	0.9%
Total assets	40,070	36,032	33,293	3.8%	3.6%	3.5%
Deposits of the public	6,980	7,591	8,181	0.9%	1.0%	1.1%
Deposits of banks ⁽¹⁾	26,795	22,326	19,584	42.4%	37.5%	36.8%
Deposits of the government	33	29	448	0.9%	0.6%	7.1%
Securities loaned or sold under agreements to repurchase	0	0	0	0.0%	0.0%	0.0%
Bonds and subordinated notes	3,866	3,814	2,921	5.8%	6.4%	5.7%
Other liabilities	246	248	359	0.3%	0.4%	0.7%
Total liabilities	37,920	34,008	31,493	3.8%	3.6%	3.5%
Minority shareholders' rights	0	0	0			
Equity	2,150	2,024	1,800	3.6%	3.3%	3.2%

Summary consolidated profit and loss statement	End of year			Banking group's share of the banking system		
	2008	2007	2006	2008	2007	2006
Net interest profit before loan-loss provision	430.0	456.0	381.0	2.3%	1.9%	1.7%
Loan-loss provision	103.0	43.0	191.0	2.0%	2.3%	6.1%
Operating and other income	121.0	127.0	127.0	0.9%	0.8%	0.9%
Of which: Operating income	120.0	125.0	126.0	0.9%	1.0%	1.1%
Operating and other expenses	241.0	241.0	210.0	0.9%	1.0%	0.9%
Of which: Salaries and related expenses	113.0	121.0	109.0	0.7%	0.8%	0.7%
Ordinary profit before-tax provision	207.0	299.0	107.0	9.4%	2.5%	1.1%
Provision for taxes on ordinary profit	81.0	80.0	57.0	6.3%	1.7%	1.3%
Ordinary after-tax profit	126.0	219.0	50.0	9.6%	3.0%	1.0%
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	126.0	219.0	50.0	10.7%	2.9%	0.9%
Extraordinary after-tax profit	0.0	0.0	0.0			
Net profit	126.0	219.0	50.0	10.0%	2.4%	0.5%
Basic earning in NIS per share	134.3	233.4	52.8			

Balances and rates of return on financial items by indexation base on 31.12.2008 - consolidated	Unindexed NIS	CPI-indexed NIS	Foreign Currency ⁽²⁾	Total financial items
Balance of financial assets on balance-sheet date	9,866	29,075	1,056	39,997
Balance of financial liabilities on balance-sheet date	7,721	28,958	1,079	37,758
Excess of financial assets over financial liabilities	2,145	117	-23	2,239
Total indexation balance (incl. Forwards ⁽³⁾ and options in term of basis assets)	2,145	117	-23	2,239
Options at the money and out of the money (net, capitalized nominal value)	0	0	0	0
Rate of income on assets (%) ⁽⁴⁾	4.69	9.28	1.06	8.06
Rate of expenses on liabilities (%) ⁽⁴⁾	-4.04	-8.89	0.26	-7.69
Interest-rate spread	0.65	0.39	1.32	0.36

Internal rate of return on assets (%)	3.90	5.21	5.93	
Internal rate of return on liabilities (%)	2.89	4.97	4.50	
Difference	1.01	0.24	1.43	
Average duration of assets (years)	0.25	3.18	0.21	2.39
Average duration of liabilities (years)	0.40	3.04	0.20	2.45
Difference	-0.15	0.14	0.01	-0.06

⁽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 31/12/2008 on consolidated basis
Leumi Mortgage Bank Ltd., Additional data
(NIS millions, reported amounts)

Additional data	2008	2007
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Total off-balance-sheet and credit risk

Credit to the public and credit risk	39,783	35,790
Total off-balance-sheet credit risk	1,870	1,828
Total credit risk	41,653	37,618
<i>Of which:</i> Total risk of credit for housing loans	41,089	37,141
Total risk of credit to construction and real estate industry	109	218

Additional disclosure for bonds - fair value

Treasury bonds	0	0
mortgage and asset' backed bonds	0	0
other bonds	0	0

Problem borrowers

Total credit risk dew to problem borrowers	930	963
<i>Of which:</i> Total credit to problem borrowers	927	944

Data on derivatives

Notional amount	0	0
Gross positive fair value	0	0

Activity with interested and related parties

Total assets on balance-sheet date	20	16
<i>Of which:</i> credit to the public	4	3
Total liabilities on balance-sheet date (including quasi-capital items)	26,084	21,751

Branches and personnel

Number of employee posts in Israel, monthly average	478	453
Number of employee posts abroad, monthly average	0	0
Number of branches in Israel	11	9
Number of branches abroad	0	0

Main financial ratios, in annual terms (%)

Equity/risk-weighted-assets ratio	9.24	9.96
Equity/balance-sheet ratio	5.37	5.62
Financial capital/equity capital ratio	104.14	105.14
Ratio of problem loans to total credit to the public	2.33	2.64
Return on equity (net profit/average equity ratio)	6.10	11.60
Non-interest income/operating expenses ratio	50.21	52.70
Ratio of loan-loss provision to total credit to the public	0.26	0.12