

**Statement for the first quarter - consolidated**  
**Bank Hapoalim B.M and its subsidiaries , Main data, NIS millio**

Taken from the quarterly report to 31.03.2009, reported amounts



Summary consolidated balance sheet	31.03.2009	31.12.2008	Bank's share of the banking system	
			31.03.2009	31.12.2008
Cash and deposits in banks <sup>1</sup>	41,079	38,590	30.2%	30.6%
Securities	27,587	26,657	19.3%	19.4%
Securities borrowed or purchased under agreements to resell	19	0	0.6%	0.0%
Credit to the public	220,859	222,100	29.9%	30.3%
Credit to the government	333	270	12.2%	11.8%
Investments in companies included on an equity basis	118	480	2.7%	10.4%
Buildings and equipment	3,872	3,905	28.5%	28.8%
Other assets	11,289	14,845	28.0%	33.3%
<b>Total assets</b>	<b>305,156</b>	<b>306,847</b>	<b>28.2%</b>	<b>28.9%</b>
Deposits of the public	232,442	226,953	27.4%	27.7%
Deposits of banks <sup>1</sup>	6,519	8,198	34.6%	40.1%
Deposits of the government	1,652	1,657	44.2%	46.9%
Securities loaned or sold under agreements to repurchase	185	237	1.8%	2.6%
Bonds and subordinated notes	18,967	20,818	28.9%	31.2%
Other liabilities	26,016	29,759	35.3%	37.4%
<b>Total liabilities</b>	<b>285,781</b>	<b>287,622</b>	<b>28.0%</b>	<b>28.8%</b>
Minority shareholders' rights	389	430		
Equity	18,986	18,795	31.0%	31.2%

Summary consolidated profit and loss statement	Three months to		Bank's share of the banking system	
			Three months to	
	31.03.2009	31.03.2008	31.03.2009	31.03.2008
Net interest profit before loan-loss provision	972.0	-2,012.0	21.0%	-47.2%
Loan-loss provision	314.0	32.0	27.1%	8.0%
Operating and other income	1,162.0	1,284.0	31.8%	38.0%
Of which: Operating income	1,101.0	1,264.0	33.4%	37.1%
Operating and other expenses	1,940.0	2,268.0	30.8%	33.5%
Of which: Salaries and related expenses	1,122.0	1,463.0	31.0%	34.3%
Ordinary before-tax provision	-120.0	-3,028.0	not calculated	not calculated
Provision for taxes on ordinary profit	-140.0	-952.0	not calculated	not calculated
Ordinary after-tax profit	20.0	-2,076.0	2.4%	not calculated
Bank's share in the profit of subsidiaries	3.0	7.0		
Share of minority shareholders in profit of consolidated companies	-2.0	64.0		
Ordinary net profit	21.0	-2,005.0	2.4%	0.0%
Extraordinary after-tax profit	21.0	438.0		
<b>Net profit</b>	<b>42.0</b>	<b>-1,567.0</b>	<b>4.7%</b>	<b>not calculated</b>
Basic earning in NIS per share	0.0	-1.2		

Balances and rates of return on financial items by indexation base on 31.03.2009	Unindexed NIS	CPI-indexed NIS	Foreign Currency <sup>(2)</sup>	Total financial items
Balance of financial assets on balance-sheet date	138,876	58,708	100,901	298,485
Balance of financial liabilities on balance-sheet date	136,742	42,405	106,162	285,309
Excess of financial assets over financial liabilities	2,134	16,303	-5,261	13,176
Total indexation balance (incl. forwards and options in term of basis assets) <sup>3</sup>	11,131	1,466	579	13,176
Rate of income on assets (percent) <sup>4</sup>	4.34	2.36	39.84	20.22
Rate of expenditure on liabilities (percent) <sup>4</sup>	-2.64	-7.45	-38.93	-20.33
Interest-rate differential	1.70	-5.09	0.91	-0.11

Problem borrowers	31.03.2009	31.12.2008
Total credit risk dew to problem borrowers	17,387	16,085
Total credit to problem borrowers	14,778	13,675

Main financial ratios - consolidated (percent)	31.03.2009	31.12.2008
Equity/balance-sheet ratio	6.22	6.13
Financial capital/equity ratio	69.40	68.79
Equity/risk-weighted-assets ratio	11.27	10.92
Return on equity (net profit average equity ratio) <sup>5</sup>	0.90	-4.80
Operating income/operating expenses ratio <sup>6</sup>	59.90	57.14

<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> Three-month rate of income (expenses), on annual basis including hedging, embedded and ALM derivatives.<sup>5</sup> Annual basis.<sup>6</sup> For three months. Comparative data are annual.