

Statement for the first quarter - consolidated
Union Bank of Israel Ltd. 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 ¹	5,541	5,146	4.1%	4.1%
Securities	5,891	6,920	4.1%	5.0%
Securities borrowed or purchased under agreements to resell	47	11	1.6%	0.8%
Credit to the public	18,892	18,539	2.6%	2.5%
Credit to the government	41	0	1.5%	0.0%
Investments in companies included on an equity basis	16	16	0.4%	0.3%
Buildings and equipment	353	356	2.6%	2.6%
Other assets	1,452	3,115	3.6%	7.0%
Total assets	32,233	34,103	3.0%	3.2%
Deposits of the public	27,163	27,799	3.2%	3.4%
Deposits of banks ¹	244	177	1.3%	0.9%
Deposits of the government	2	1	0.1%	0.0%
Securities loaned or sold under agreements to repurchase	0	0	0.0%	0.0%
Bonds and subordinated notes	1,305	1,323	2.0%	2.0%
Other liabilities	1,852	3,234	2.5%	4.1%
Total liabilities	30,566	32,534	3.0%	3.3%
Minority shareholders' rights	0	0		
Equity	1,667	1,569	2.7%	2.6%

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	145.0	141.0	3.1%	3.3%
Loan-loss provision	26.0	10.0	2.2%	2.5%
Operating and other income	61.0	65.0	1.7%	1.9%
Of which: Operating income	60.0	61.0	1.8%	1.8%
Operating and other expenses	146.0	156.0	2.3%	2.3%
Of which: Salaries and related expenses	82.0	94.0	2.3%	2.2%
Ordinary before-tax provision	34.0	40.0	3.6%	2.7%
Provision for taxes on ordinary profit	16.0	16.0	8.3%	2.2%
Ordinary after-tax profit	18.0	24.0	2.1%	3.2%
Bank's share in the profit of subsidiaries	0.0	0.0		
Share of minority shareholders in profit of consolidated companies	0.0	0.0		
Ordinary net profit	18.0	24.0	2.0%	2.9%
Extraordinary after-tax profit	0.0	0.0		
Net profit	18.0	24.0	2.0%	2.9%
Basic earning in NIS per share	0.3	0.4		

Balances and rates of return on financial items by indexation base on 31.03.2009	Unindexed NIS	CPI-indexed NIS	Foreign Currency ⁽²⁾	Total financial items
Balance of financial assets on balance-sheet date	18,701	4,364	8,389	31,454
Balance of financial liabilities on balance-sheet date	17,372	4,129	8,933	30,434
Excess of financial assets over financial liabilities	1,329	235	-544	1,020
Total indexation balance (incl. forwards and options in term of basis assets) ³	1,368	-351	3	1,020
Rate of income on assets (percent) ⁴	2.96	2.28	37.78	16.09
Rate of expenditure on liabilities (percent) ⁴	-1.41	-3.28	-37.84	-15.84
Interest-rate differential	1.55	-1.00	-0.06	0.24

Problem borrowers	31.03.2009	31.12.2008
Total credit risk dew to problem borrowers	1,159	1,143
Total credit to problem borrowers	943	937

Main financial ratios - consolidated (percent)	31.03.2009	31.12.2008
Equity/balance-sheet ratio	5.17	4.60
Financial capital/equity ratio	61.19	60.42
Equity/risk-weighted-assets ratio	12.05	11.53
Return on equity (net profit average equity ratio) ⁵	4.70	3.40
Operating income/operating expenses ratio ⁶	41.78	39.90

¹ See note 5.1.7 in the introduction² Including foreign-currency indexed NIS.³ Forwards transactions.⁴ Three-month rate of income (expenses), on annual basis including hedging, embedded and ALM derivatives.⁵ Annual basis.⁶ For three months. Comparative data are annual.