

## Statement for the first quarter - consolidated

## The First International Bank of Israel Ltd. and its subsidiaries, Main data, NIS millic

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>	16,889	15,264	12.4%	12.1%
Securities	16,264	16,674	11.4%	12.1%
Securities borrowed or purchased under agreements to resell	1,823	1,186	62.3%	82.6%
Credit to the public	61,793	61,250	8.4%	8.4%
Credit to the government	41	0	1.5%	0.0%
Investments in companies included on an equity basis	382	366	8.8%	7.9%
Buildings and equipment	1,257	1,255	9.3%	9.3%
Other assets	2,766	2,927	6.9%	6.6%
<b>Total assets</b>	<b>101,215</b>	<b>98,922</b>	<b>9.4%</b>	<b>9.3%</b>
Deposits of the public	81,712	79,945	9.6%	9.7%
Deposits of banks <sup>1</sup>	1,268	1,381	6.7%	6.8%
Deposits of the government	767	595	20.5%	16.8%
Securities loaned or sold under agreements to repurchase	0	0	0.0%	0.0%
Bonds and subordinated notes	4,671	4,470	7.1%	6.7%
Other liabilities	6,606	6,522	9.0%	8.2%
<b>Total liabilities</b>	<b>95,024</b>	<b>92,913</b>	<b>9.3%</b>	<b>9.3%</b>
Minority shareholders' rights	545	518		
Equity	5,646	5,491	9.2%	9.1%

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	540.0	473.0	11.7%	11.1%
Loan-loss provision	97.0	-8.0	8.4%	-2.0%
Operating and other income	372.0	313.0	10.2%	9.3%
Of which: Operating income	334.0	299.0	10.1%	8.8%
Operating and other expenses	650.0	638.0	10.3%	9.4%
Of which: Salaries and related expenses	353.0	376.0	9.7%	8.8%
Ordinary before-tax provision	165.0	156.0	17.6%	10.5%
Provision for taxes on ordinary profit	51.0	70.0	26.4%	9.6%
Ordinary after-tax profit	114.0	86.0	13.4%	11.3%
Bank's share in the profit of subsidiaries	13.0	12.0		
Share of minority shareholders in profit of consolidated companies	-18.0	-9.0		
Ordinary net profit	109.0	89.0	12.4%	10.6%
Extraordinary after-tax profit	0.0	0.0		
<b>Net profit</b>	<b>109.0</b>	<b>89.0</b>	<b>12.3%</b>	<b>10.6%</b>
Basic earning in NIS per share	1.3	1.1		

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	57,283	15,737	24,421	97,441
Balance of financial liabilities on balance-sheet date	53,149	15,040	26,048	94,237
Excess of financial assets over financial liabilities	4,134	697	-1,627	3,204
Total indexation balance (incl. forwards and options in term of basis assets) <sup>3</sup>	4,236	-285	-747	3,204
Rate of income on assets (percent) <sup>4</sup>	3.21	1.50	25.18	11.89
Rate of expenditure on liabilities (percent) <sup>4</sup>	-1.19	-0.83	-24.96	-11.08
Interest-rate differential	2.03	0.68	0.22	0.81

Problem borrowers	31.03.2009	31.12.2008
Total credit risk dew to problem borrowers	4,203	4,046
Total credit to problem borrowers	3,815	3,623

Main financial ratios - consolidated (percent)	31.03.2009	31.12.2008
Equity/balance-sheet ratio	5.58	5.55
Financial capital/equity ratio	56.75	55.95
Equity/risk-weighted-assets ratio	12.80	12.32
Return on equity (net profit average equity ratio) <sup>5</sup>	8.00	2.90
Operating income/operating expenses ratio <sup>6</sup>	57.23	51.50

<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.