

**Statement for the third quarter - consolidated****The First International Bank of Israel Ltd. and its subsidiaries , Main data, NIS million**

Taken from the quarterly report to 30.09.2009, reported amounts



Summary consolidated balance sheet	30.09.2009	31.12.2008	Bank's share of the banking system	
			30.09.2009	31.12.2008
Cash and deposits in banks <sup>1</sup>	20,112	15,264	13.5%	12.1%
Securities	15,632	16,674	10.3%	12.1%
Securities borrowed or purchased under agreements to resell	1,786	1,186	34.2%	82.6%
Credit to the public	60,060	61,250	8.3%	8.4%
Credit to the government	39	0	1.3%	0.0%
Investments in companies included on an equity basis	380	366	9.0%	8.0%
Buildings and equipment	1,266	1,255	9.3%	9.3%
Other assets	2,525	2,927	8.5%	6.6%
<b>Total assets</b>	<b>101,800</b>	<b>98,922</b>	<b>9.5%</b>	<b>9.3%</b>
Deposits of the public	81,093	79,945	9.8%	9.7%
Deposits of banks <sup>1</sup>	1,231	1,381	5.9%	6.8%
Deposits of the government	921	595	25.2%	16.8%
Securities loaned or sold under agreements to repurchase	0	0	0.0%	0.0%
Bonds and subordinated notes	5,032	4,470	6.4%	6.7%
Other liabilities	6,887	6,522	9.6%	8.2%
<b>Total liabilities</b>	<b>95,164</b>	<b>92,913</b>	<b>9.4%</b>	<b>9.3%</b>
Minority shareholders' rights	566	518		
Equity	6,070	5,491	9.1%	9.1%

Summary consolidated profit and loss statement	Nine months ended		Bank's share of the banking system		Three months ended
			Nine months ended		
	30.09.2009	30.09.2008	30.09.2009	30.09.2008	30.09.2009
Net interest profit before loan-loss provision	1,631.0	1,542.0	9.3%	10.6%	536.0
Loan-loss provision	220.0	100.0	5.6%	3.9%	56.0
Operating and other income	1,248.0	977.0	10.4%	9.9%	472.0
Of which: Operating income	1,056.0	966.0	10.4%	9.5%	365.0
Operating and other expenses	1,986.0	1,947.0	10.5%	10.1%	658.0
Of which: Salaries and related expenses	1,047.0	1,083.0	9.9%	9.5%	353.0
Ordinary profit before-tax provision	673.0	472.0	10.2%	12.6%	294.0
Provision for taxes on ordinary profit	277.0	244.0	10.2%	12.9%	141.0
Ordinary profit after-tax	396.0	228.0	10.2%	12.4%	153.0
Bank's share in the profit of subsidiaries	54.0	39.0			21.0
Share of minority shareholders in profit of consolidated companies	-36.0	-26.0			-10.0
Ordinary net profit	414.0	241.0	10.2%	10.5%	164.0
Extraordinary after-tax profit	2.0	0.0			3.0
<b>Net profit</b>	<b>416.0</b>	<b>241.0</b>	<b>10.2%</b>	<b>9.5%</b>	<b>167.0</b>
Basic earning in NIS per share	0.8	0.5			0.3

Balances and rates of return on financial items by indexation base on 30.09.2009	Unindexed NIS	CPI-indexed NIS	Foreign Currency <sup>(2)</sup>	Total financial items
Balance of financial assets on balance-sheet date	62,892	15,039	20,202	98,133
Balance of financial liabilities on balance-sheet date	53,749	16,039	24,493	94,281
Excess of financial assets over financial liabilities	9,143	-1,000	-4,291	3,852
Total indexation balance (incl. futures, forwards and options in term of basis assets)	5,727	-1,542	-333	3,852
Rate of income on assets (percent) <sup>3</sup>	2.60	8.76	-0.71	1.97
Rate of expenditure on liabilities (percent) <sup>3</sup>	-0.82	-8.43	1.26	-0.87
Interest-rate spread	1.78	0.33	0.55	1.10

Internal rate of return on assets (%)	3.79	4.59	3.01	
Internal rate of return on liabilities (%)	1.80	4.35	2.03	
Difference	1.99	0.24	0.98	
Average duration of assets (years)	0.30	3.60	0.30	0.80
Average duration of liabilities (years)	0.10	3.10	0.10	0.60
Difference	0.20	0.50	0.20	0.20

<sup>1</sup> See note 5.1.7 in the introduction<sup>2</sup> Including foreign-currency indexed NIS.<sup>3</sup> Nine-month rate of income (expenses), on annual basis including hedging, embedded and ALM derivatives.

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<b>Additional data</b>	<b>30.09.2009</b>	<b>31.12.2008</b>
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**Total off-balance-sheet and credit risk**

Credit to the public and credit risk	63,230	64,995
Total off-balance-sheet credit risk	45,311	49,080
Total credit risk	108,541	114,075
<i>Of which: Total risk of credit for housing loans</i>	12,657	10,924
Total risk of credit to construction and real estate industry	10,099	11,258

**Additional disclosure for bonds - fair value**

Treasury bonds	15,050	15,917
Of which: mortgage and asset' backed bonds	722	861

**Problem borrowers**

Total credit risk dew to problem borrowers	3,566	4,068
Of which: Total credit to problem borrowers	3,230	3,623
Total credit risk of problem banks	0	0

**Data on derivatives**

Notional amount	124,580	100,403
Gross positive fair value	1,577	2,513

**Main financial ratios - consolidated (percent)**

Equity/balance-sheet ratio	5.96	5.55
Finanancial capital/equity ratio	63.46	55.95
Equity/risk-weighted-assets ratio	14.33	12.32
Return on equity (net profit average equity ratio) <sup>5</sup>	9.60	2.90
Operating income/operating expenses ratio <sup>6</sup>	62.84	51.50

<sup>5</sup> Annual basis.<sup>6</sup> For nine months. Comparative data are annual.