

# Financial Statements

31 March 2008



**MIZRAHI TEFAHOT**

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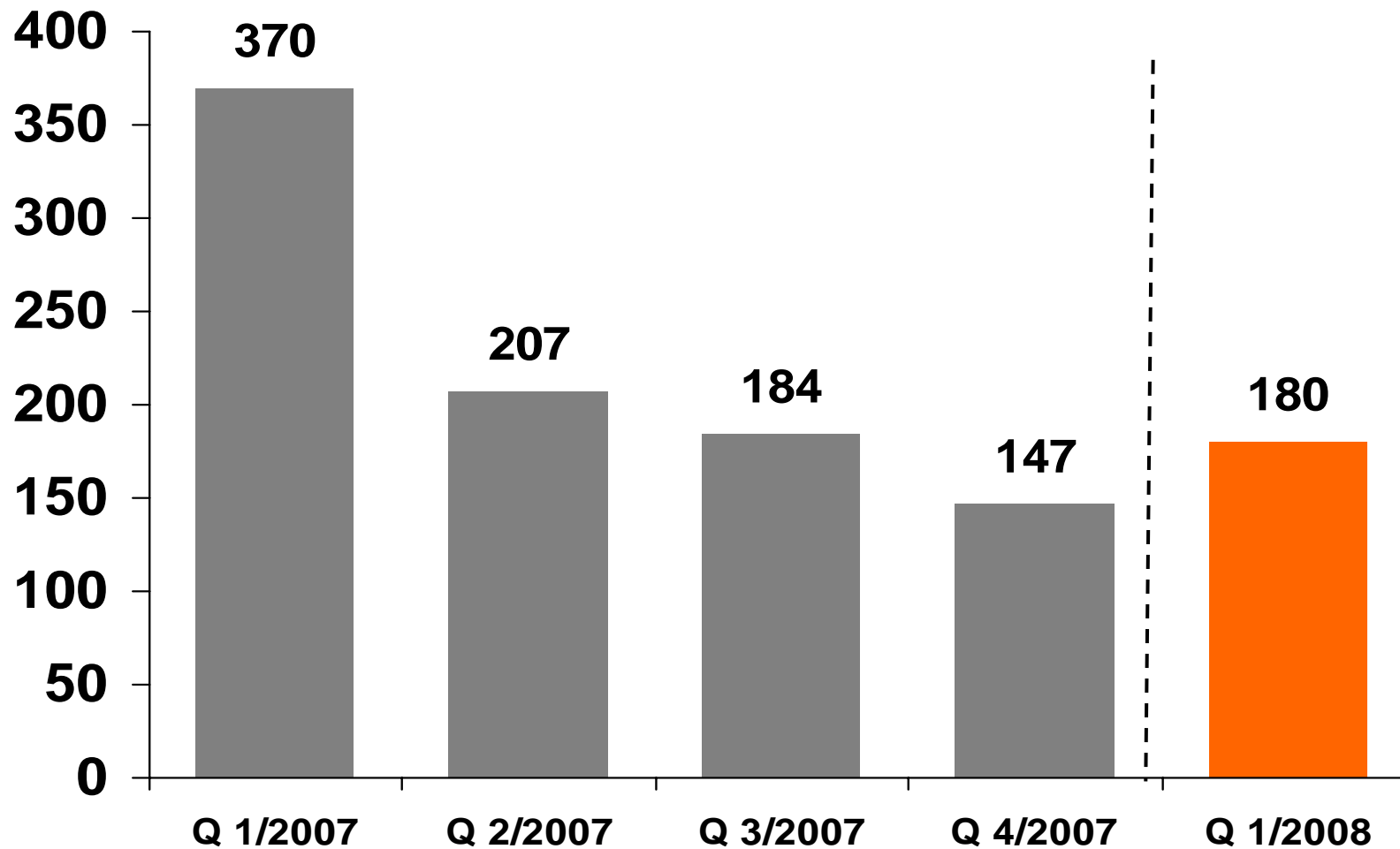
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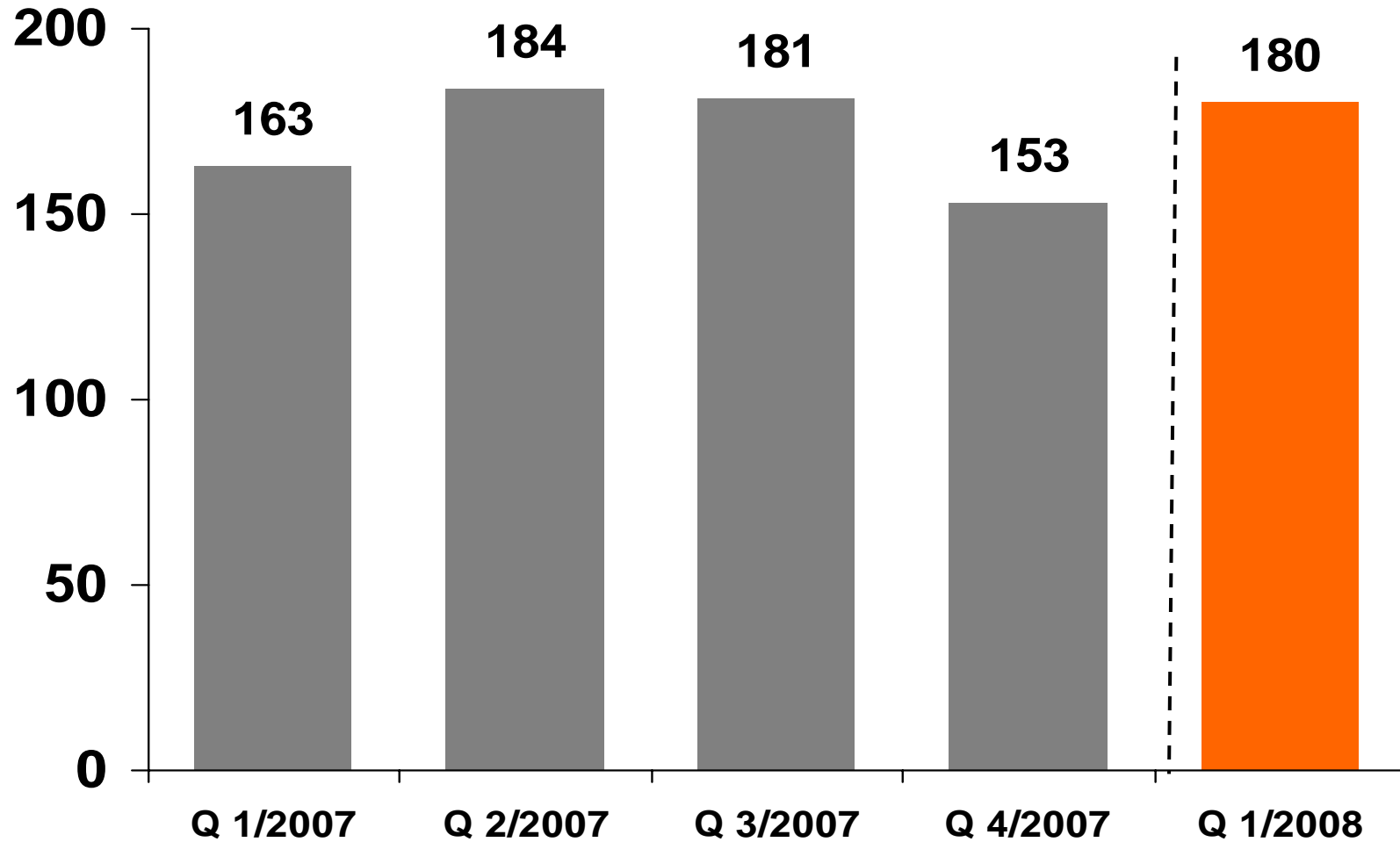
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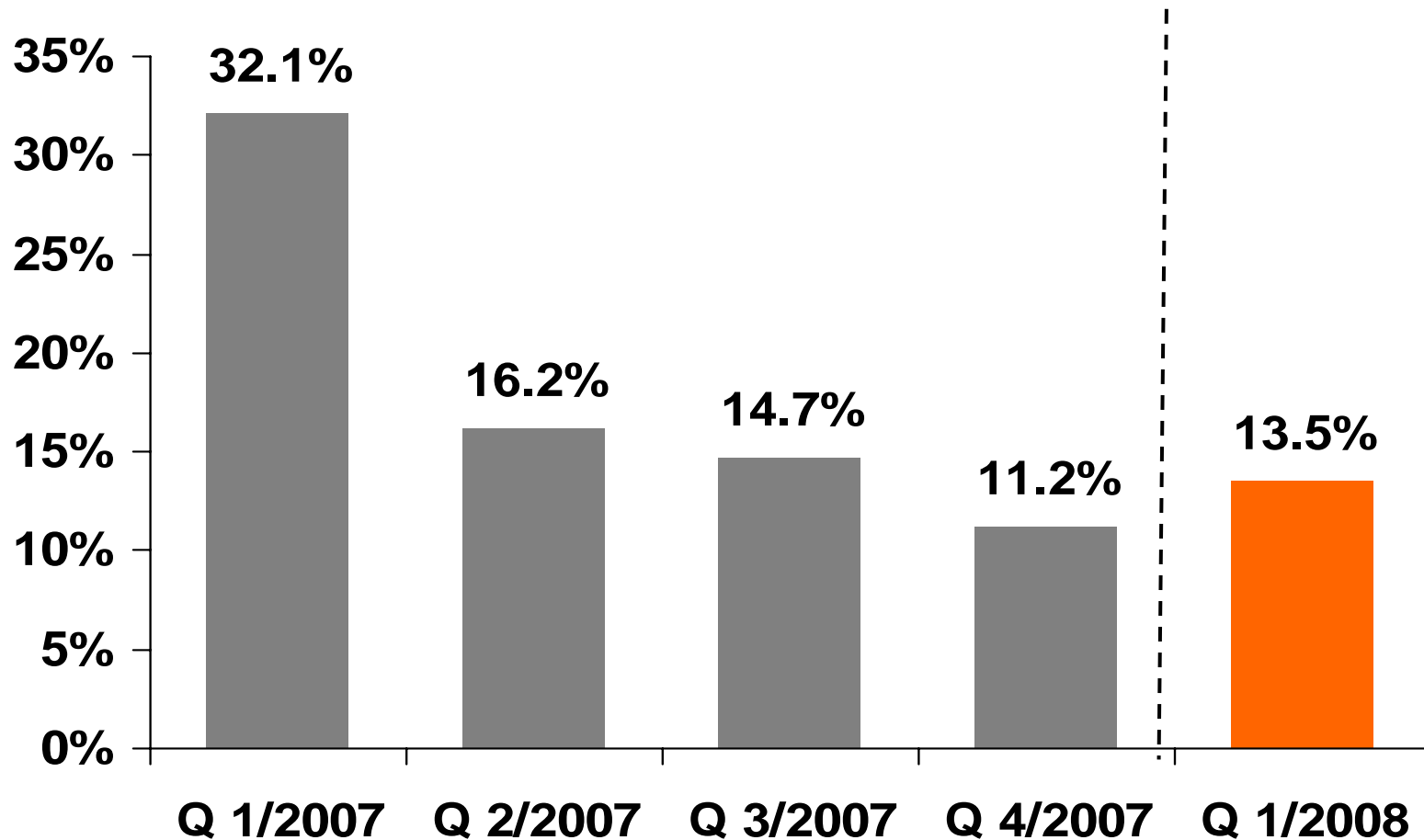
# Net Profit (mil NIS)



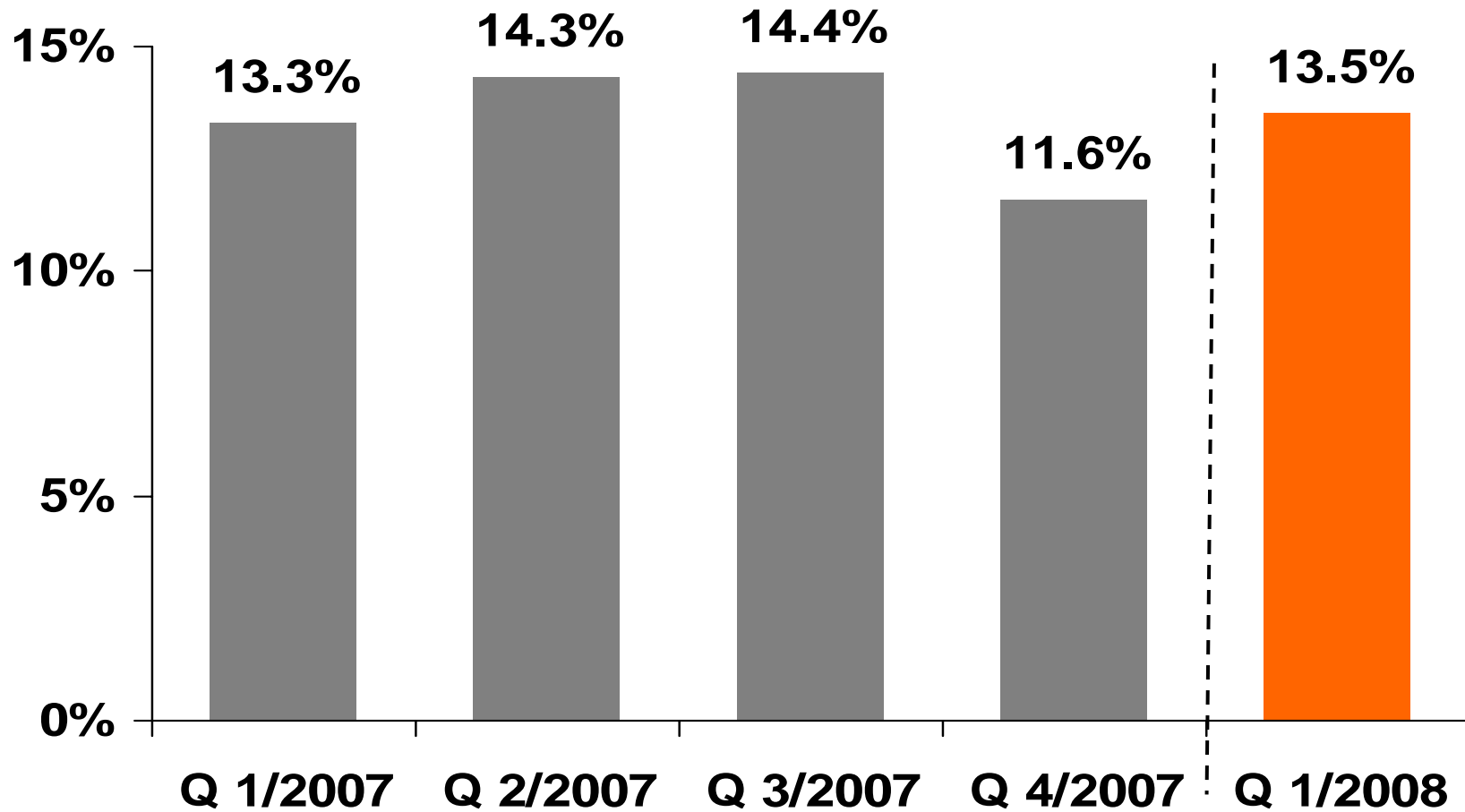
# Net Operating Profit (mil NIS)



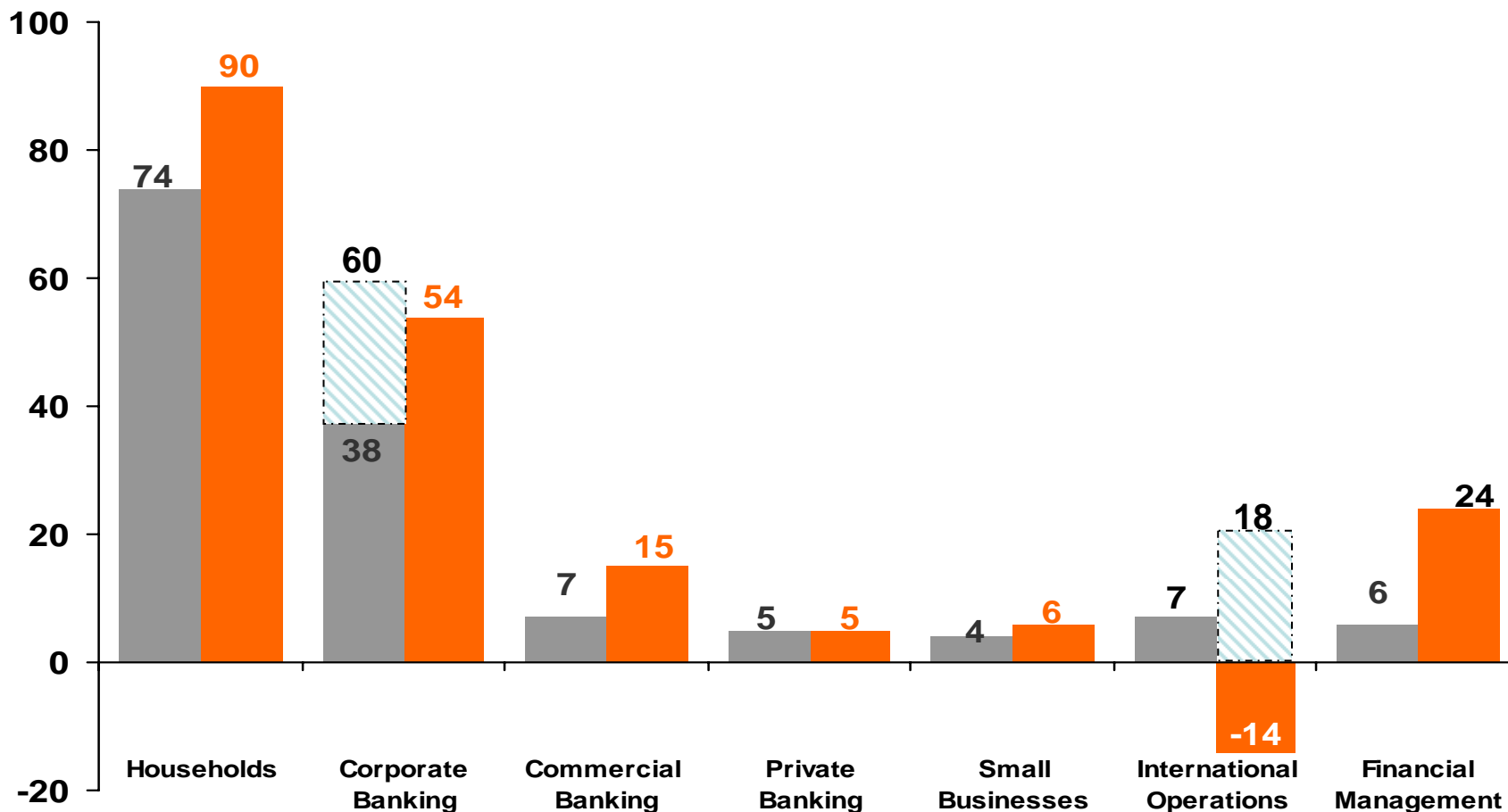
# Return on Equity – Net Profit



# Return on Equity – Net Operating Profit



# Net Operating Profit by Main Operating Segments (mil NIS)



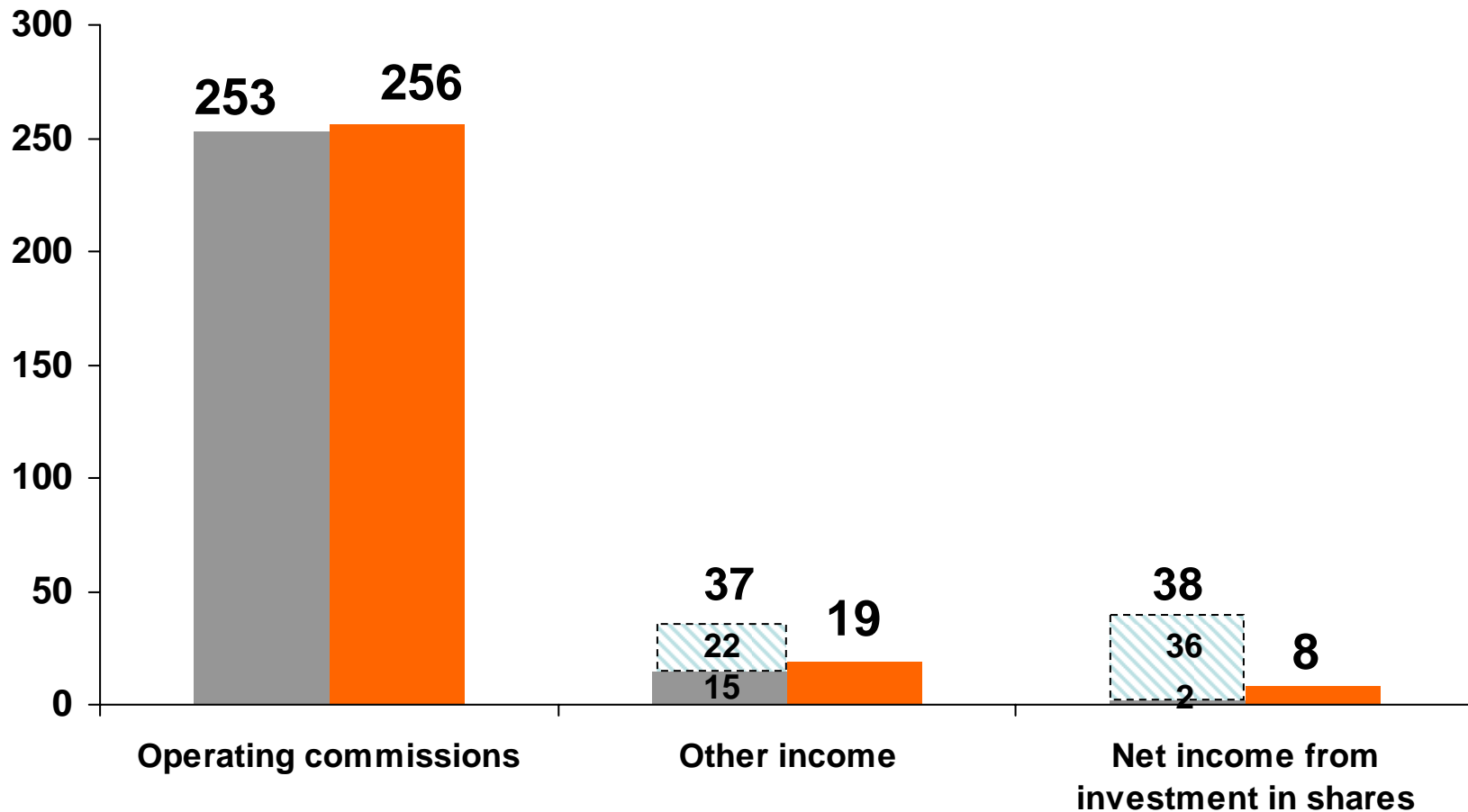
# Profit from Financing Operations before Provision for Doubtful Debts

	%				
	1/08	4/07	1/07	1/08 to 4/07	1/08 to 1/07
Profit from ordinary activities	520	490	476	6.1	9.2
Profit on sales of debentures, net	(5)	(93)	2	-	-
Interest income on problem debts	40	46	40	(13.0)	-
Fair value adjustments & Others	(6)	64	(51)	-	-
<b>Total profits from financing operations</b>	<b>549</b>	<b>507</b>	<b>467</b>	<b>8.0</b>	<b>17.6</b>

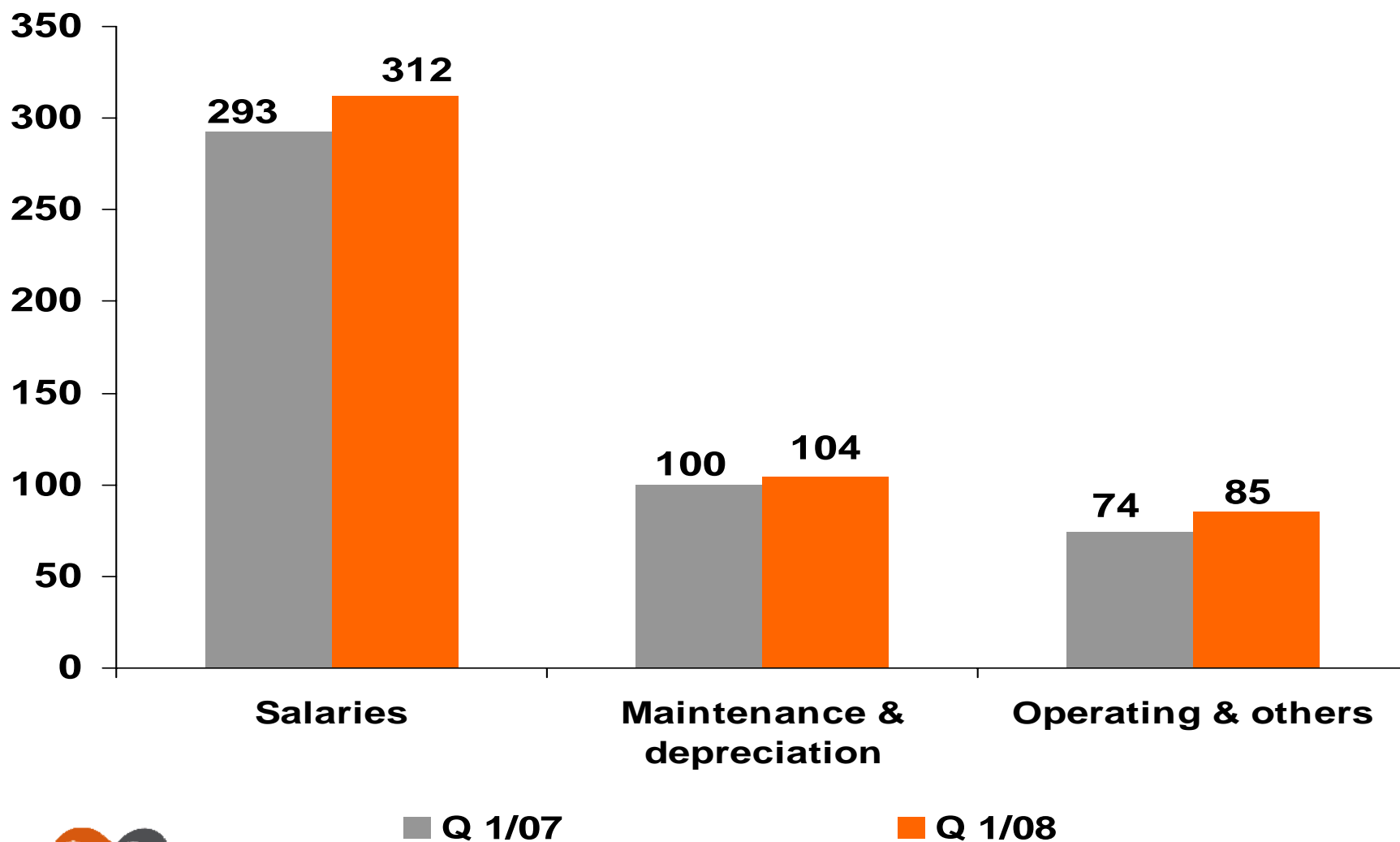




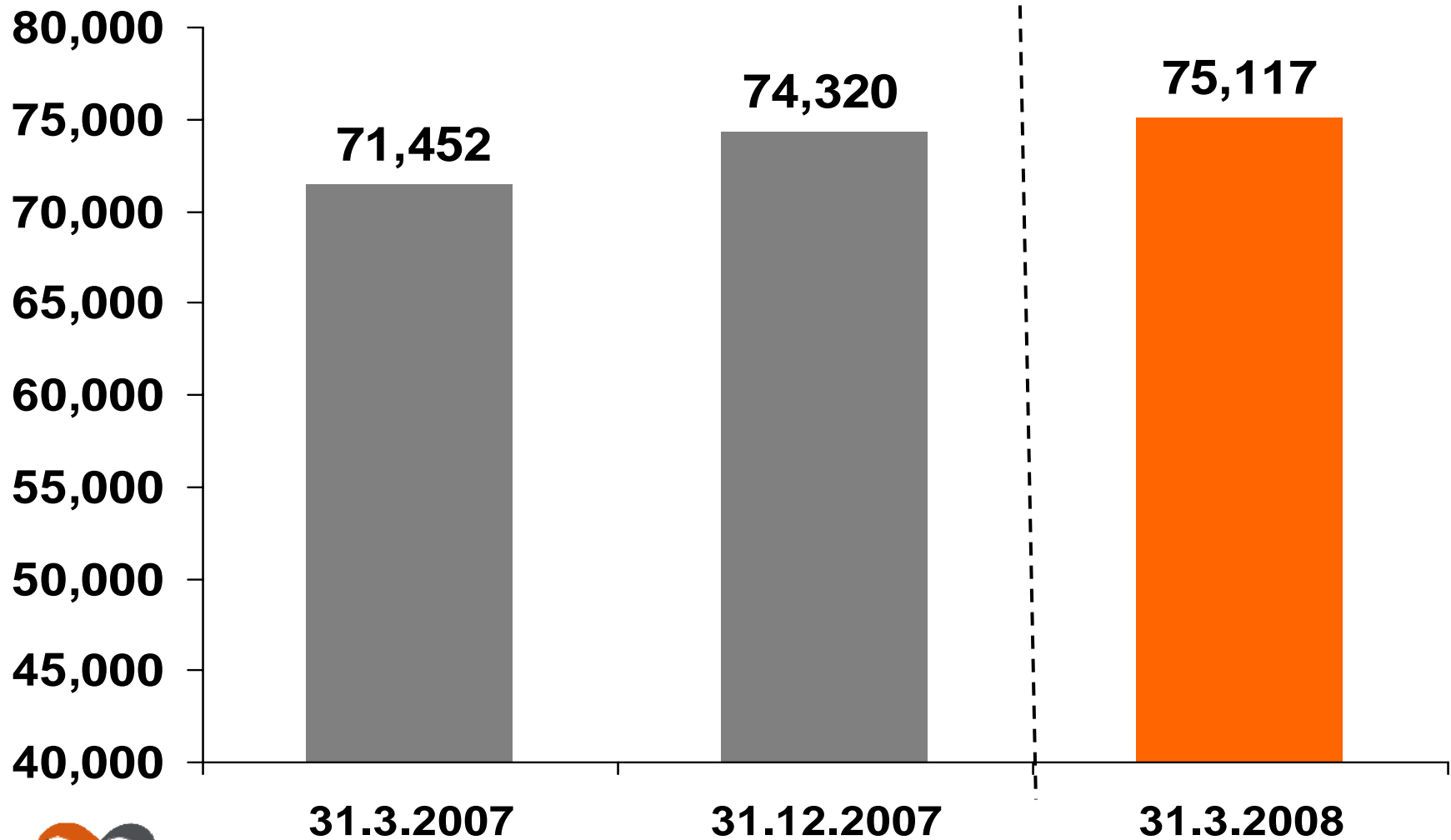
# Operating and Other Income – Analysis (mil. NIS)



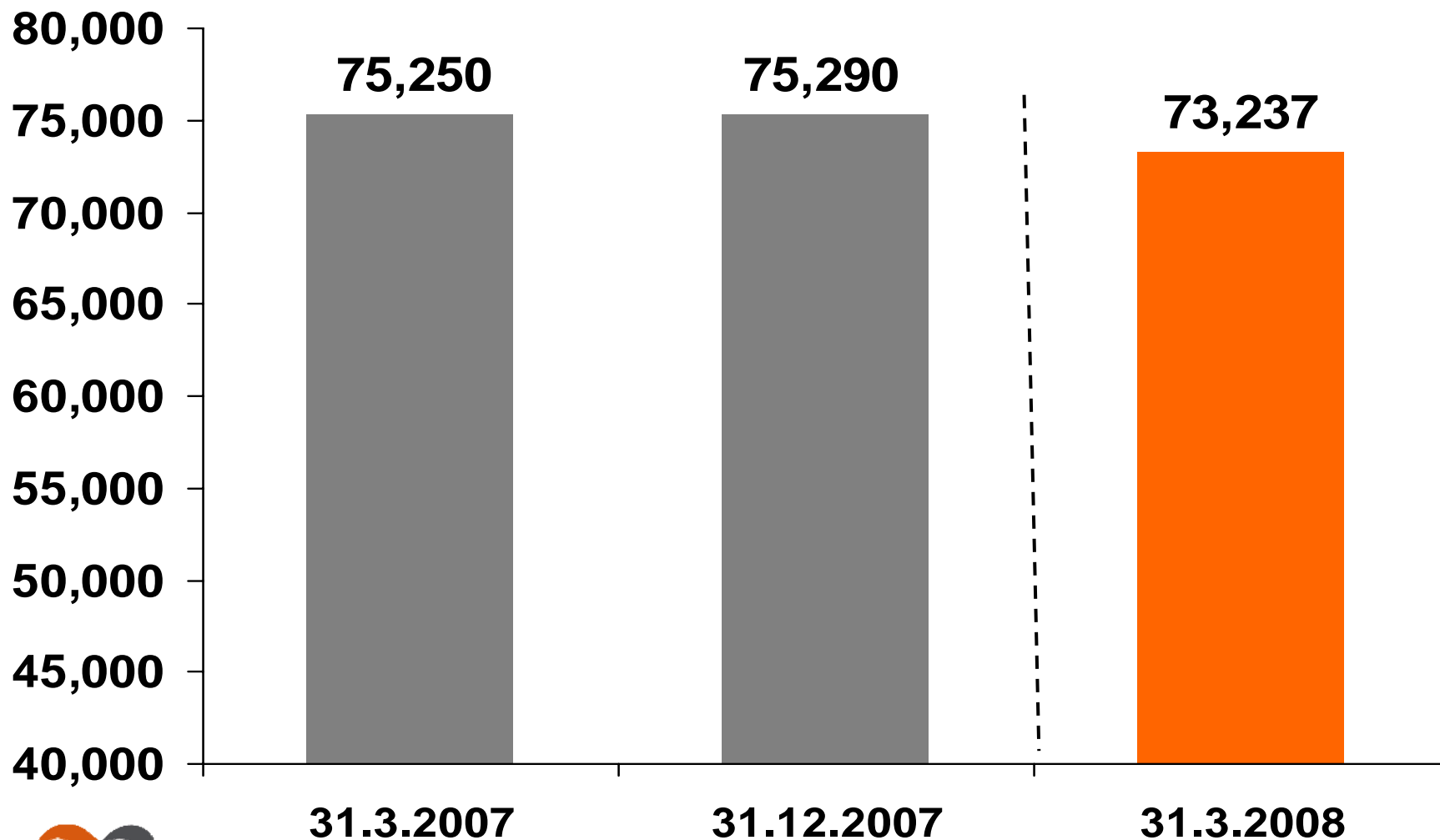
# Operating & Other Expenses – Analysis (mil NIS)



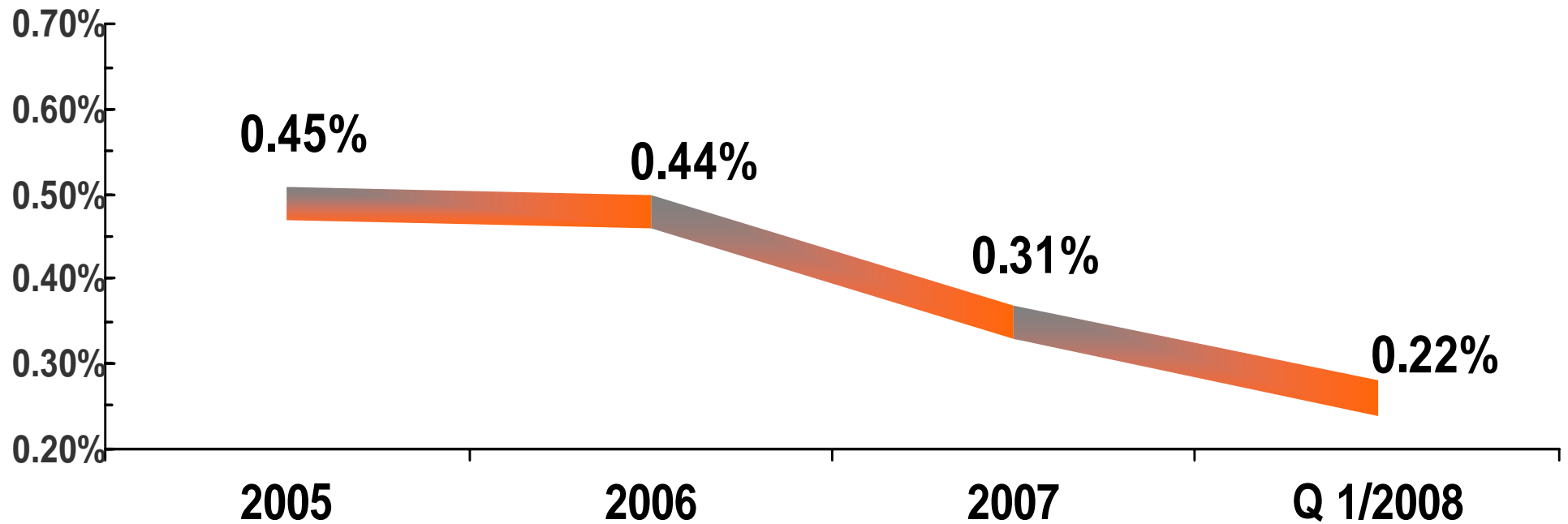
# Loans to the Public (mil NIS)



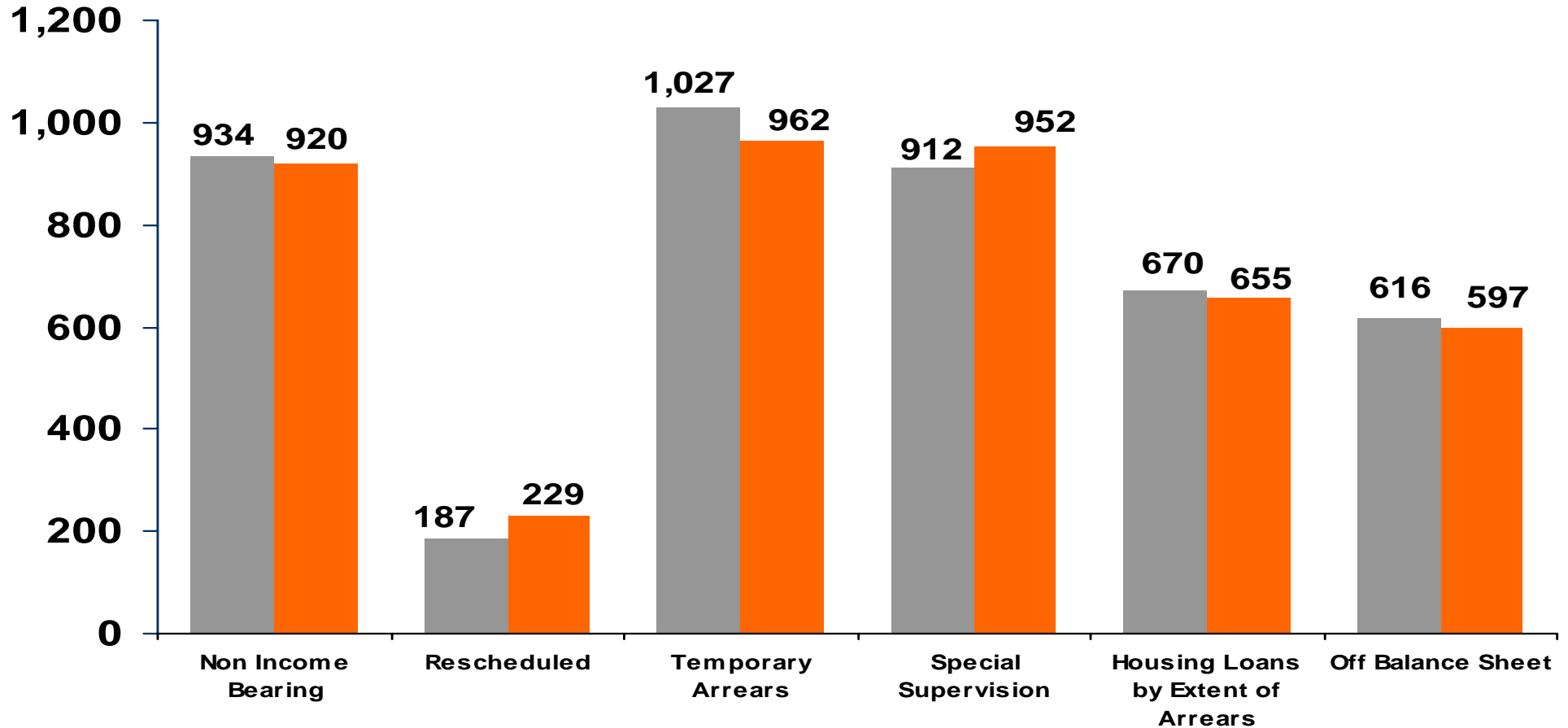
# Deposits from the Public (mil NIS)



# Ratio of Provisions / Loans to the Public



# Problem Debts – Analysis (mil NIS)



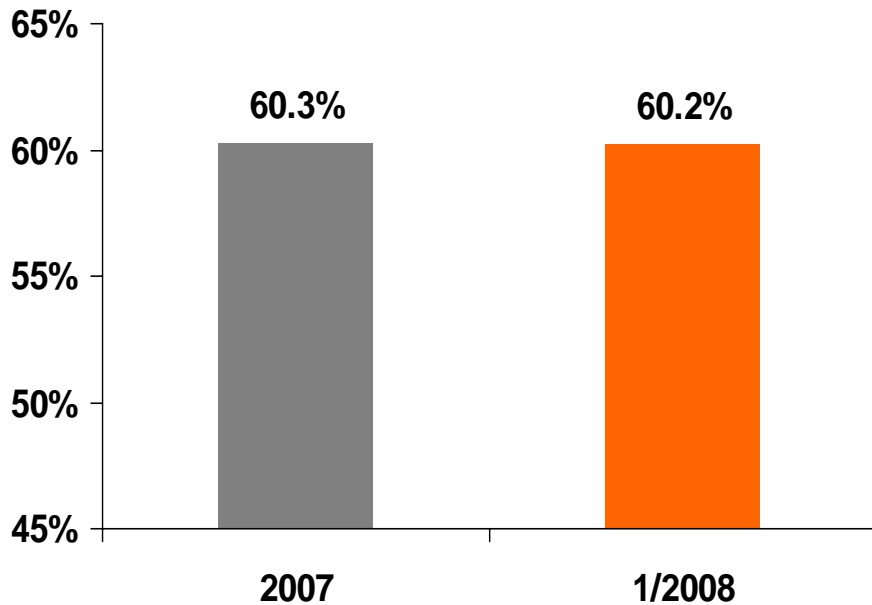
■ 31.12.2007

■ 31.3.2008

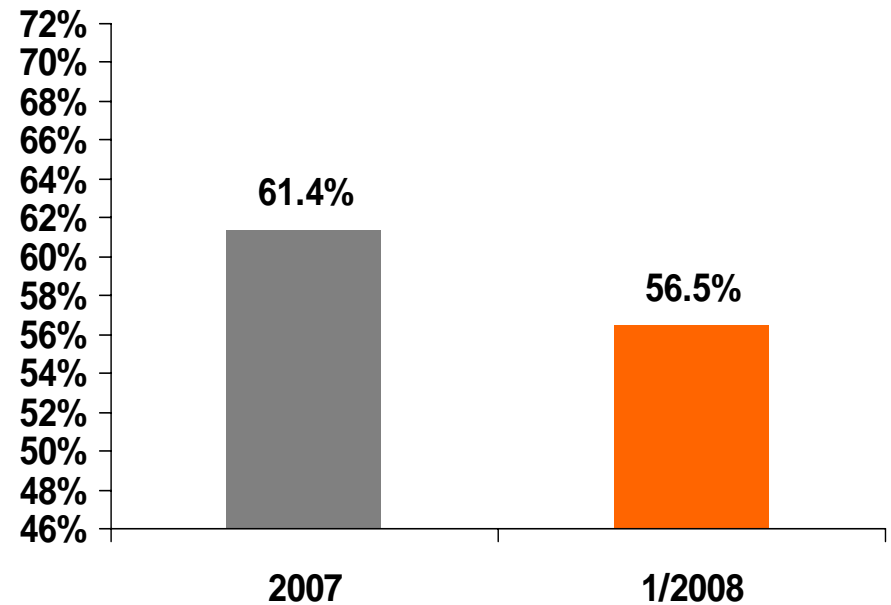


# Efficiency Ratios

## Cost / Income Ratio



## Coverage Ratio

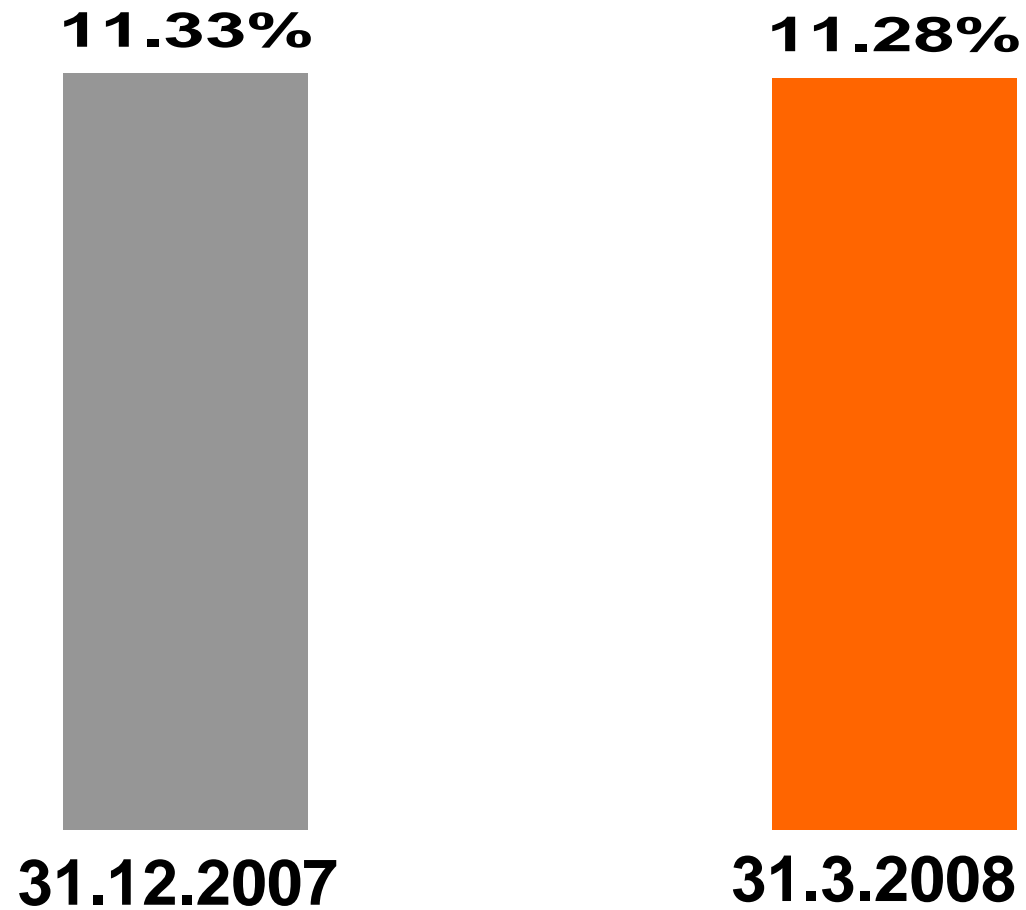


*Cost/Income ratio = non-interest expenses divided by total pre-provision income and operating income*

*Coverage ratio = operating income divided by non-interest expenses*

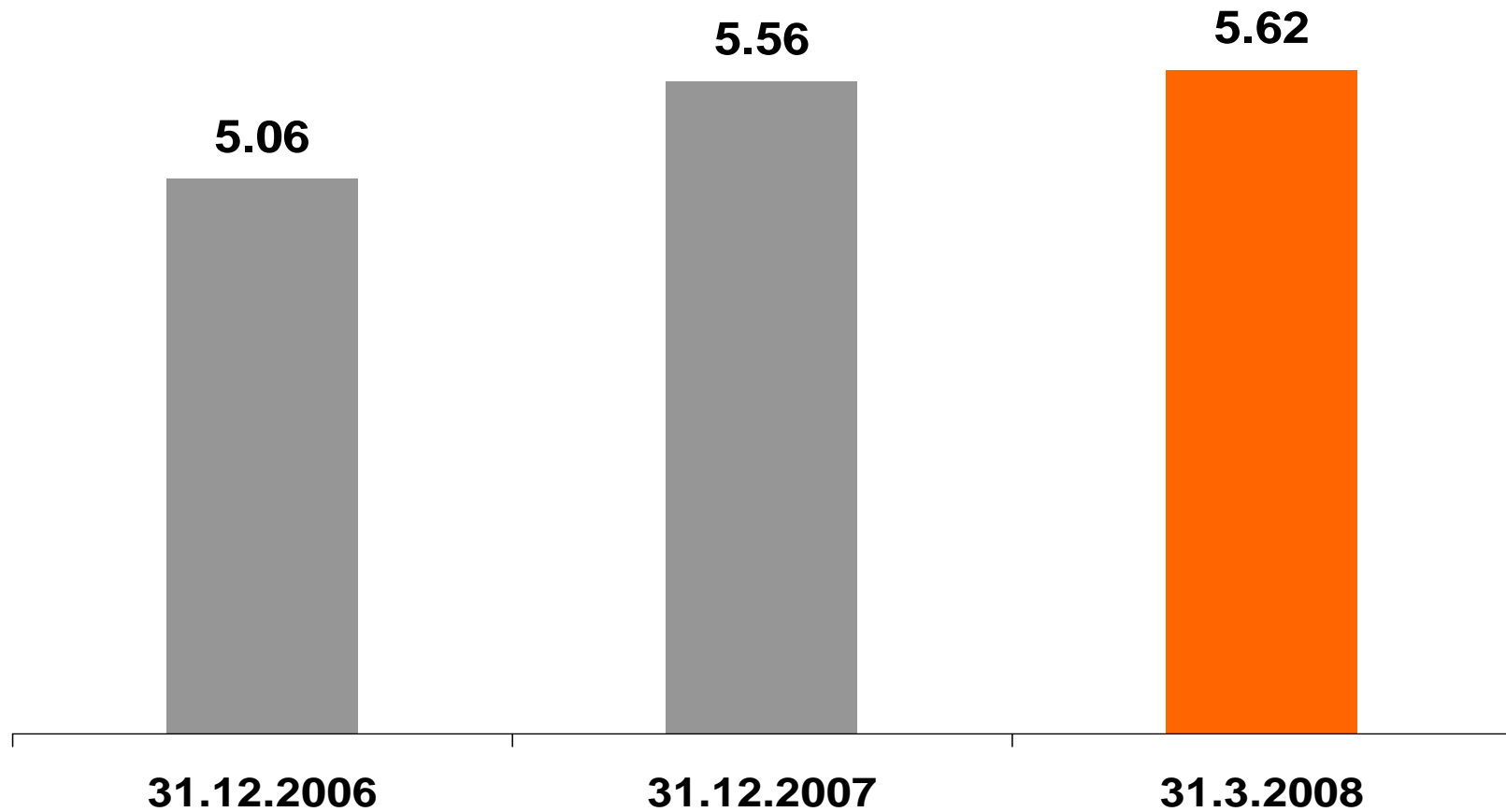


# Capital Adequacy





# Equity (Bil NIS)



# Dividend

## Dividend distribution policy (April 2006)\*:

40% of the net operating profit

80% of the profit from extraordinary items

## Dividend paid by the Bank:

	Total (mil NIS)	Profit per Share (NIS)
9/2006	125	0.57
12/2006	200	0.91
6/2007	200	0.90
9/2007	125	0.56
12/2007	75	0.34
2/2008	75	0.34
6/2008 **	75	0.34
<b>Total</b>	<b>875</b>	<b>3.96</b>