

BANK OF ISRAEL
PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDING
DECEMBER 31, 2004 (TEVET 19, 5765)
(NIS million)

	Notes	2004	2003
Interest income from			
Foreign exchange reserves	19	2,560	2,631
Loans	20	103	252
The government	21	1,387	2,128
Other	22	35	30
Total interest income		<u>4,085</u>	<u>5,041</u>
Interest paid			
To banks and the public	23	4,583	6,919
To the government	24	257	235
Other	25	78	76
Total interest paid		<u>4,918</u>	<u>7,230</u>
Net interest paid		<u>833</u>	<u>2,189</u>
Other financial income (expenses) from			
Securities and derivatives	26	(444)	559
Exchange-rate differentials		947	2,506
Miscellaneous	27	42	24
Total other financial income		<u>545</u>	<u>3,089</u>
Profit (loss) on financial transactions		(288)	900
Expenses on printing banknotes and minting coins		(20)	(13)
Administrative and general expenses	28	(514)	(581)
Other income	29	25	–
Net profit (loss)		<u>(797)</u>	<u>306</u>

The accompanying notes are an integral part of the financial statements.