

Table 1.3
Main items in consolidated profit and loss statements of the five banking groups, 2014–16
(NIS million, at current prices)

	Leumi				Hapoalim				Discount			
	2014	2015	2016	% change in 2016 compared with 2015	2014	2015	2016	% change in 2016 compared with 2015	2014	2015	2016	% change in 2016 compared with 2015
Interest income	10,012	8,784	9,552	8.7	10,673	9,837	10,200	3.7	5,736	5,267	5,671	7.7
Interest expenses	2,649	1,666	2,026	21.6	2,905	1,952	2,007	2.8	1,518	1,042	1,102	5.8
Net interest income	7,363	7,118	7,526	5.7	7,768	7,885	8,193	3.9	4,218	4,225	4,569	8.1
Loan loss provisions	472	199	-125	-162.8	425	475	269	-43.4	164	187	469	150.8
Net interest income after loan loss provisions	6,891	6,919	7,651	10.6	7,343	7,410	7,924	6.9	4,054	4,038	4,100	1.5
Noninterest income	5,141	6,297	5,408	-14.1	6,254	6,477	6,528	0.8	3,153	3,053	3,439	12.6
<i>of which:</i> Noninterest financing income	795	1,610	1,282	-20.4	916	1,044	1,152	10.3	549	363	754	107.7
<i>of which:</i> Stocks ^a	485	1,298	478	-63.2	136	94	329	250.0	63	-52	444	-953.8
Bonds ^b	628	248	273	10.1	343	520	204	-60.8	307	239	138	-42.3
Activity in derivative instruments ^c	1,893	-260	-213	-18.1	1,933	588	555	-5.6	854	-341	-291	-14.7
Exchange rate differentials	-2,252	310	700	125.8	-1,496	-161	-29	-82.0	-675	504	449	-10.9
<i>of which:</i> Fees	4,167	4,092	3,967	-3.1	5,207	5,287	5,216	-1.3	2,586	2,611	2,585	-1.0
Total operating and other expenses	9,371	8,836	8,580	-2.9	9,183	8,790	9,490	8.0	6,414	5,725	5,814	1.6
<i>of which:</i> salaries and related expenses	5,253	5,544	5,422	-2.2	5,343	4,934	4,783	-3.1	4,086	3,396	3,416	0.6
Pre-tax profit	2,661	4,380	4,479	2.3	4,414	5,097	4,962	-2.6	793	1,366	1,725	26.3
Income tax provision	1,278	1,691	1,717	1.5	1,713	2,097	2,358	12.4	271	568	753	32.6
After tax profit	1,383	2,689	2,762	2.7	2,701	3,000	2,604	-13.2	522	798	972	21.8
Net income attributed to shareholders	1,413	2,835	2,791	-1.6	2,713	3,082	2,628	-14.7	505	750	905	20.7
Total pre-tax ROE (percent)	10.24	15.87	14.94		14.81	15.89	14.58		6.60	10.56	12.58	
Total after-tax ROE (percent)	5.44	10.27	9.31		9.10	9.61	7.72		4.20	5.80	6.60	
Total ROA (percent)	0.37	0.70	0.65		0.69	0.73	0.60		0.25	0.36	0.43	

Table 1.3 (cont'd.)
Main items in consolidated profit and loss statements of the five banking groups, 2014–16
(NIS million, at current prices)

	Mizrahi-Tefahot				First International				Total for all groups			
	2014	2015	2016	% change in 2016 compared with 2015	2014	2015	2016	% change in 2016 compared with 2015	2014	2015	2016	% change in 2016 compared with 2015
Interest income	5,347	4,906	5,311	8.3	2,664	2,260	2,526	11.8	34,432	31,054	33,260	7.1
Interest expenses	1,972	1,372	1,533	11.7	563	307	357	16.3	9,607	6,339	7,025	10.8
Net interest income	3,375	3,534	3,778	6.9	2,101	1,953	2,169	11.1	24,825	24,715	26,235	6.2
Loan loss provisions	173	211	200	-5.2	89	18	80	344.4	1,323	1,090	893	-18.1
Net interest income after loan loss provisions	3,202	3,323	3,578	7.7	2,012	1,935	2,089	8.0	23,502	23,625	25,342	7.3
Noninterest income	1,612	1,858	1,862	0.2	1,667	1,541	1,480	-4.0	17,827	19,226	18,717	-2.6
<i>of which:</i> Noninterest financing income	173	358	295	-17.6	230	149	115	-22.8	2,663	3,524	3,598	2.1
<i>of which:</i> Stocks ^a	11	7	6	-14.3	60	22	25	13.6	755	1,369	1,282	-6.4
Bonds ^b	114	180	72	-60.0	197	84	41	-51.2	1,589	1,271	728	-42.7
Activity in derivative instruments ^c	1,614	34	-192	-664.7	870	-33	-193	484.8	7,177	-9	-334	-
Exchange rate differentials	-1,566	136	364	167.6	-897	76	242	218.4	-6,886	865	1,726	-
<i>of which:</i> Fees	1,395	1,426	1,433	0.5	1,375	1,378	1,300	-5.7	14,730	14,794	14,501	-2.0
Total operating and other expenses	3,039	3,226	3,299	2.3	2,912	2,710	2,683	-1.0	30,919	29,287	29,866	2.0
<i>of which:</i> salaries and related expenses	1,866	1,944	2,071	6.5	1,780	1,629	1,656	1.7	18,328	17,447	17,348	-0.6
Pre-tax profit	1,775	1,955	2,141	9.5	767	766	886	15.7	10,410	13,564	14,193	4.6
Income tax provision	657	761	833	9.5	328	326	398	22.1	4,247	5,443	6,059	11.3
After tax profit	1,118	1,194	1,308	9.5	439	440	488	10.9	6,163	8,121	8,134	0.2
Net income attributed to shareholders	1,092	1,134	1,266	11.6	455	446	521	16.8	6,178	8,247	8,111	-1.6
Total pre-tax ROE (percent)	17.23	17.24	17.25		11.46	11.16	12.24		12.28	14.94	14.57	
Total after-tax ROE (percent)	10.60	10.00	10.20		6.80	6.50	7.20		7.29	9.08	8.33	
Total ROA (percent)	0.58	0.56	0.58		0.40	0.37	0.41		0.48	0.61	0.57	

^a Includes the profits/losses from investments in shares available for sale, profits from the sales of shares of affiliated companies, dividends and profits/losses from adjustments to fair value of tradable shares.

^b Includes the profits/losses from investments in bonds held to maturity and available for sale and income/expenses realized and not yet realized from adjustments to fair value of tradable bonds.

^c Includes derivative instruments not intended for hedging purposes (ALM instruments) and other derivative instruments.

SOURCE: Based on published financial statements.