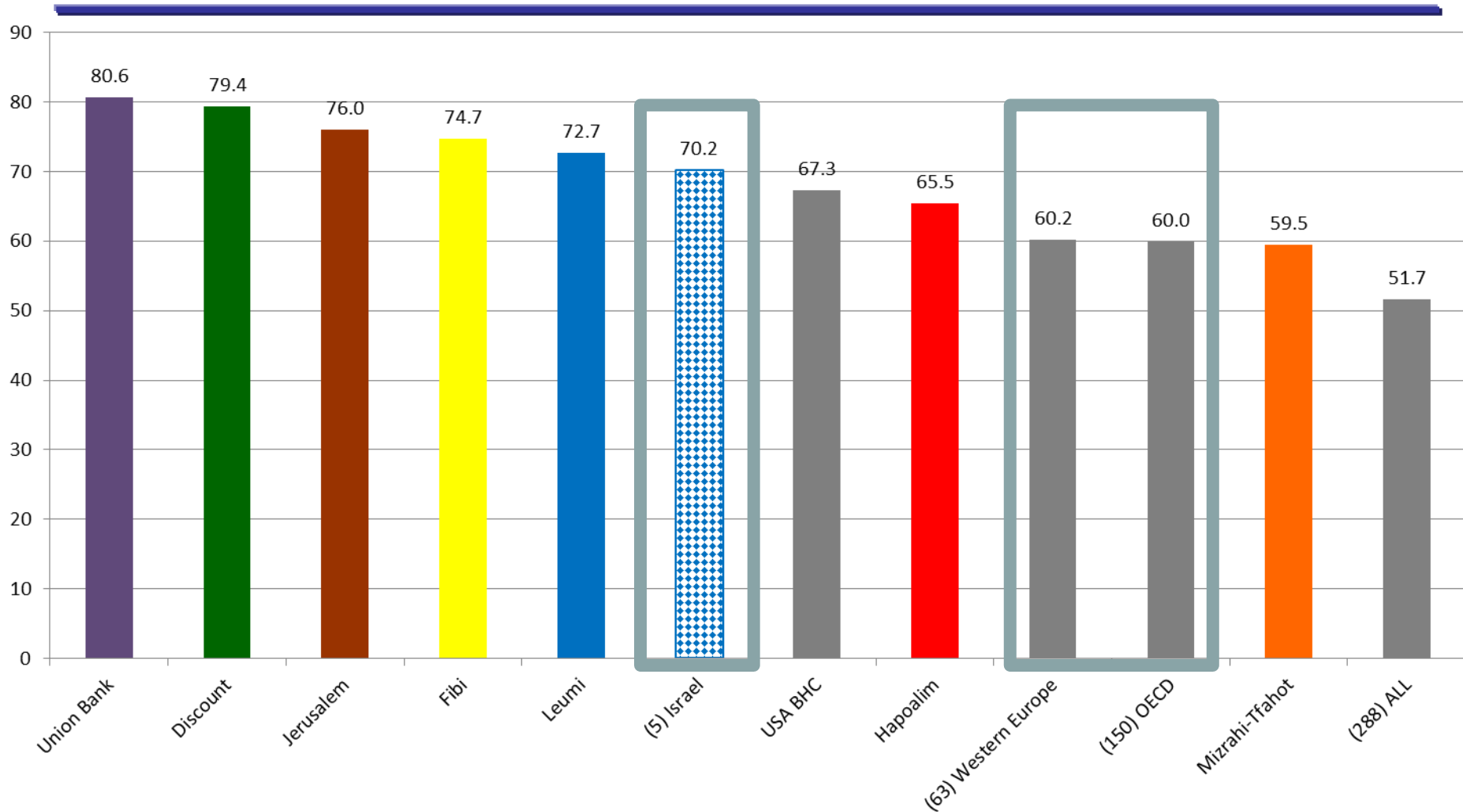




The efficiency ratio¹: expenses to income

Banking corporations in Israel vs. various comparison groups, average for 2012–14



¹ Calculated as the ratio of operating expenses out of total net interest income and noninterest income

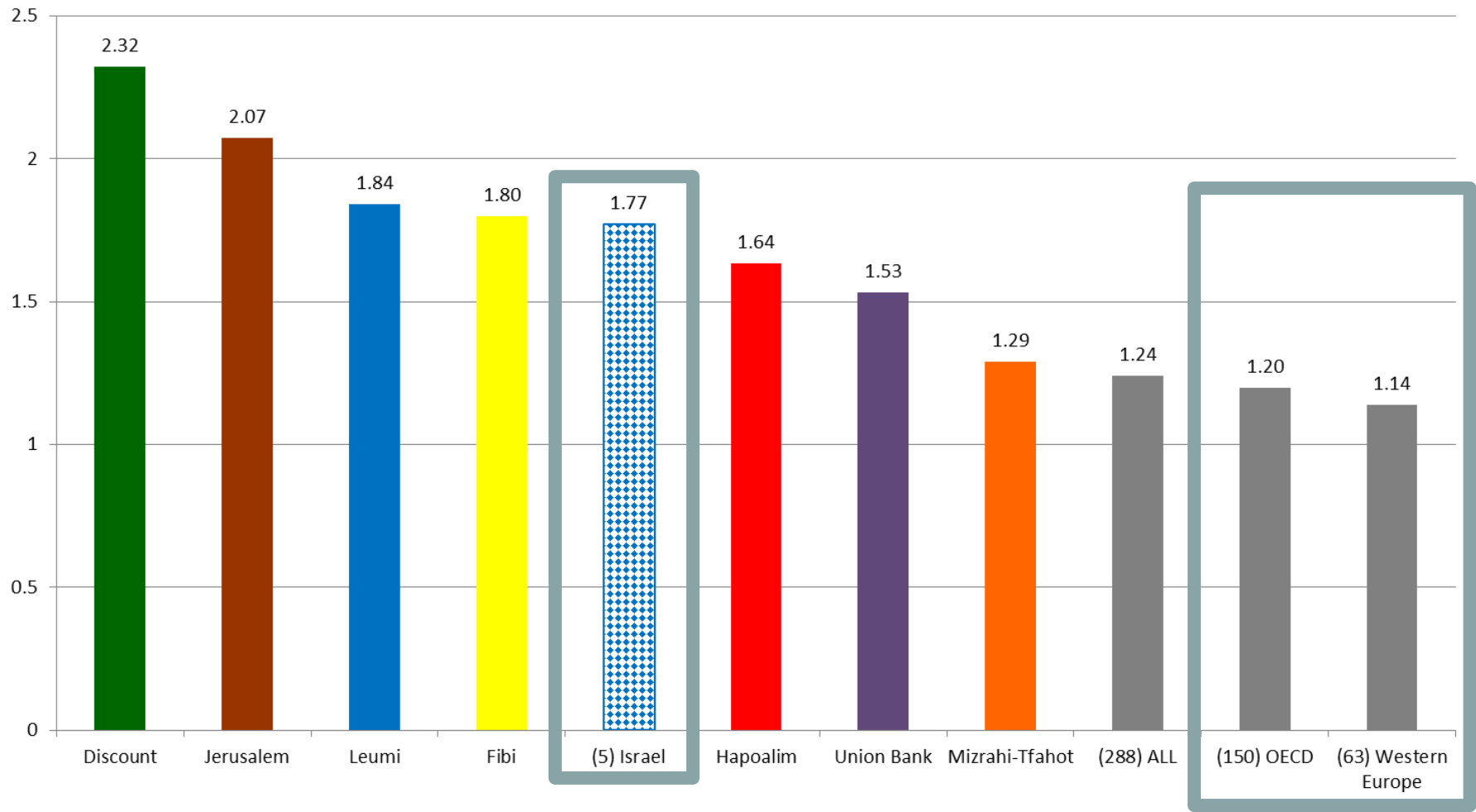
*Values for June 2015: Leumi 63.51, Hapoalim 58.29, Discount 76.03, Mizrahi 60.7, First International 74.81, Union 81.09, Bank of Jerusalem 75.04, the five groups 64.45.

SOURCE: Foreign banks—Bankscope and FFIEC; Israeli data—Based on published financial statements.



Overall average cost¹: expenses to assets

Banking corporations in Israel vs. various comparison groups, average for 2012–14



¹ Calculated as the ratio of total operating and other expenses to the average balance of balance-sheet assets plus collaterals, credit facilities, irrevocable commitments to provide credit and documentary credit (excluding derivatives activity). In a very small portion of foreign banks, securitized assets managed by the bank are included as well. * June 2015 values: Leumi 1.67, Hapoalim 1.44, Discount 2.12, Mizrahi 1.21, First International 1.47, Union 1.52, Bank of Jerusalem 2.33, the five groups 1.58.

SOURCE: Foreign banks—Bankscope; Israeli data—Based on published financial statements.