

Table 5

Distribution of capital, and capital ratios, at the five major banking groups, December 2012<sup>a</sup> and June 2013

	Leumi		Hapoalim		Discount		Mizrahi-Tefahot		First International		Five groups	
	December 2012	June 2013	December 2012	June 2013	December 2012	June 2013	December 2012	June 2013	December 2012	June 2013	December 2012	June 2013
	(NIS million)											
Equity <sup>b</sup>	25,228	25,895	27,057	28,086	12,134	12,291	9,252	9,805	6,772	6,807	80,443	82,884
Core capital <sup>c</sup>	24,312	25,293	26,323	27,297	10,814	11,249	9,145	9,625	6,516	6,629	77,110	80,093
Tier 1 capital <sup>c</sup>	24,312	25,293	28,745	29,746	12,562	13,009	9,145	9,625	6,516	6,629	81,280	84,302
Tier 2 capital <sup>c</sup>	17,978	16,764	17,801	16,668	6,862	5,988	5,129	4,577	3,573	3,521	51,343	47,518
Tier 3 capital <sup>c</sup>	0	0	0	0	0	0	0	0	0	0	0	0
Total capital base	42,290	42,057	46,546	46,414	19,424	18,997	14,274	14,202	10,089	10,150	132,623	131,820
	(NIS million)											
Total balance sheet	376,160	363,714	376,388	378,483	200,880	197,207	162,242	170,603	105,387	104,418	1,221,057	1,214,425
Total exposure <sup>d</sup>	475,306	469,127	538,207	542,956	253,310	248,722	213,575	225,461	132,116	130,739	1,612,514	1,617,005
Credit risk	253,838	247,184	269,948	269,883	120,686	117,169	98,736	101,926	59,734	59,870	802,942	796,032
Market risks	9,710	12,134	5,557	4,925	2,238	2,343	1,119	1,031	1,168	1,350	19,792	21,783
Operational risk	20,841	20,680	21,302	21,685	12,788	12,402	7,093	7,183	6,619	6,304	68,643	68,254
Total risk-weighted assets	284,389	279,998	296,807	296,493	135,712	131,914	106,948	110,140	67,521	67,524	891,377	886,069
	(Percent)											
Ratio of core capital to total exposure	5.1	5.4	4.9	5.0	4.3	4.5	4.3	4.3	4.9	5.1	4.8	5.0
Core tier 1 capital <sup>e</sup> ratio	8.5	9.0	8.9	9.2	8.6	9.1	8.6	8.7	9.7	9.8	8.7	9.1
Tier 1 capital ratio	8.5	9.0	9.7	10.0	9.3	9.9	8.6	8.7	9.7	9.8	9.1	9.5
Tier 2 capital ratio	6.3	6.0	6.0	5.6	5.1	4.5	4.8	4.2	5.3	5.2	5.8	5.4
<b>Total capital ratio</b>	<b>14.9</b>	<b>15.0</b>	<b>15.7</b>	<b>15.7</b>	<b>14.3</b>	<b>14.4</b>	<b>13.3</b>	<b>12.9</b>	<b>14.9</b>	<b>15.0</b>	<b>14.9</b>	<b>14.9</b>

<sup>a</sup> The data for December 2012 are as reported in financial statements as of December 31, 2012.

<sup>b</sup> Including the rights of external shareholders as per the groups' balance sheets.

<sup>c</sup> After deductions.

<sup>d</sup> Balance-sheet and off-balance-sheet balances after balance-sheet and off-balance-sheet offsets, after allowance for credit losses and excluding the effect of credit conversion coefficients and risk-weighting coefficients as defined in Basel II.

<sup>e</sup> The core tier 1 capital ratio of the Discount group does not include the deduction in respect of the group's investment in First International.

**SOURCE: Published financial statements, reports to the Banking Supervision Department and Banking Supervision Department calculations.**