

**Table 1**  
**Principal banking system indices, five major banking groups,**  
**December 2001 to June 2012**

Year	Ratio of market value to book value (MV/BV)	Average yield gap between bonds of the banks and government bonds	Ratio of credit to GDP (percent)	Loan loss provision to total balance sheet credit to the public <sup>a</sup> (percent)	Ratio of liquid assets <sup>b</sup> to liquid liabilities <sup>c</sup>	Ratio of credit to deposits	Total capital ratio (percent)	Core tier 1 capital ratio (percent)	ROE (percent)
2001	0.8	0.8	102.3	0.9		0.81	9.4		5.8
2002	0.6	0.8	107.5	1.3		0.83	9.9		2.8
2003	0.8	0.7	104.0	1.1		0.82	10.3		8.4
2004	1	0.8	100.0	0.9		0.80	10.7		13.2
2005	1.4	0.7	97.5	0.7		0.82	10.7		13.9
2006	1.3	0.6	94.8	0.5		0.80	10.8		17.3
2007	1.2	1.1	97.0	0.3		0.85	11.0		15.6
2008	0.6	1.9	101.6	0.7		0.90	11.2		0.3
2009	1.1	1.7	94.7	0.7		0.86	13.7 <sup>d</sup>		8.8
							13.6 <sup>e</sup>	7.9	
2010	1.1	1.7	95.1	0.4	0.34	0.91	14.0	8.0	9.8
2011	0.7	1.5	91.9	0.4	0.40	0.89	14.0	7.9	10.2
01/06/2012 <sup>f</sup>	0.7	1.6	90.3	0.4	0.40	0.89	14.4	8.3	9.0

<sup>a</sup> Until December 2010—net credit to the public; from December 2011—gross credit to the public.

<sup>b</sup> Liquid assets include cash as well as deposits at the Bank of Israel and at other banks with up to 1 month to maturity, and government bonds.

<sup>c</sup> Liquid liabilities include total deposits with up to 1 month to maturity.

<sup>d</sup> Calculated in accordance with the Basel I principles.

<sup>e</sup> Calculated in accordance with Basel II principles.

<sup>f</sup> The ratio of market value to book value (MV/BV) and the average yield gap between bonds of the banks and government bonds are as of October 18, 2012.

**SOURCE: Central Bureau of Statistics, Bank of Israel, published financial statements, reports to the Banking Supervision Department and Banking Supervision Department calculations.**