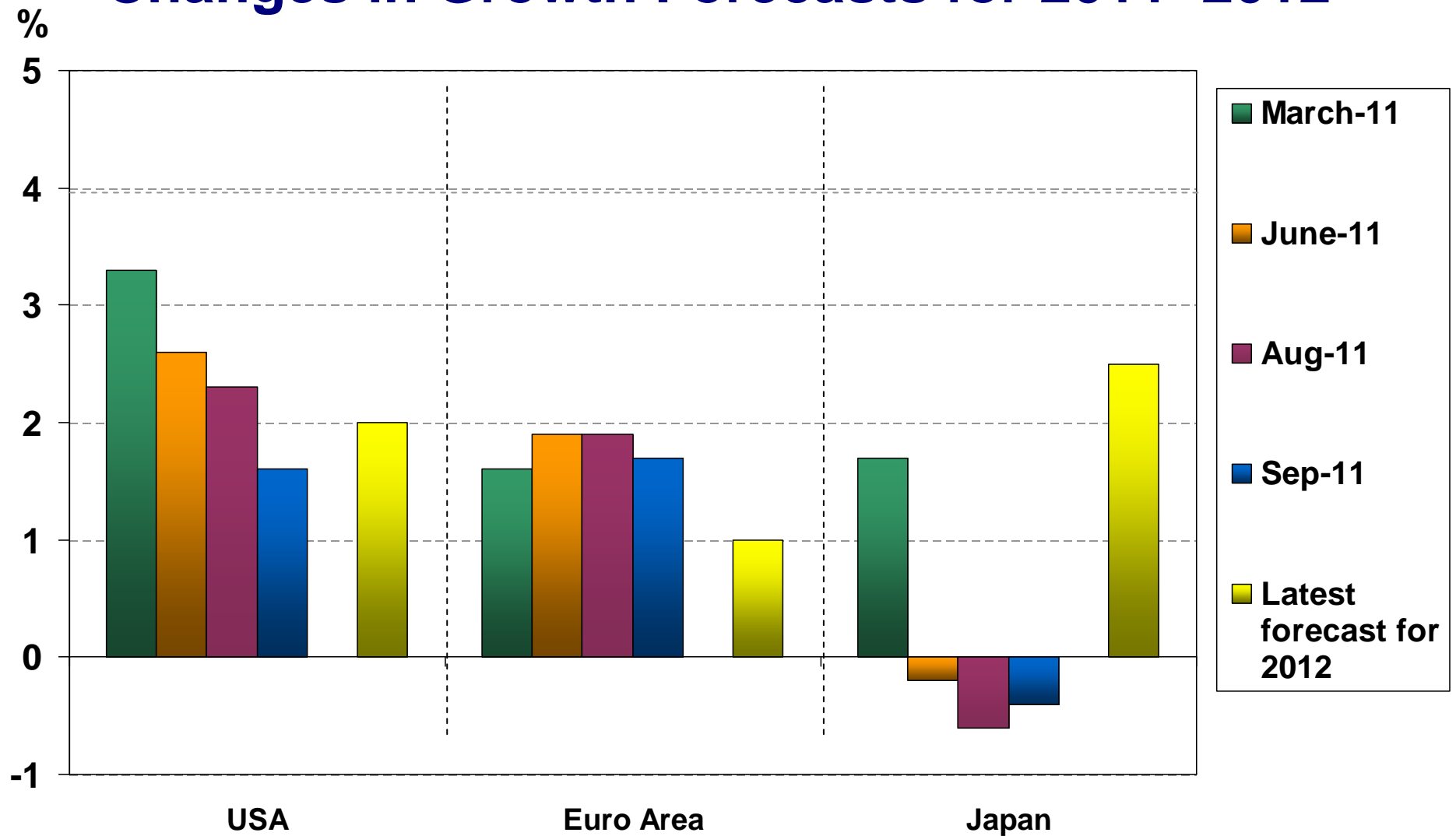




PRESS CONFERENCE

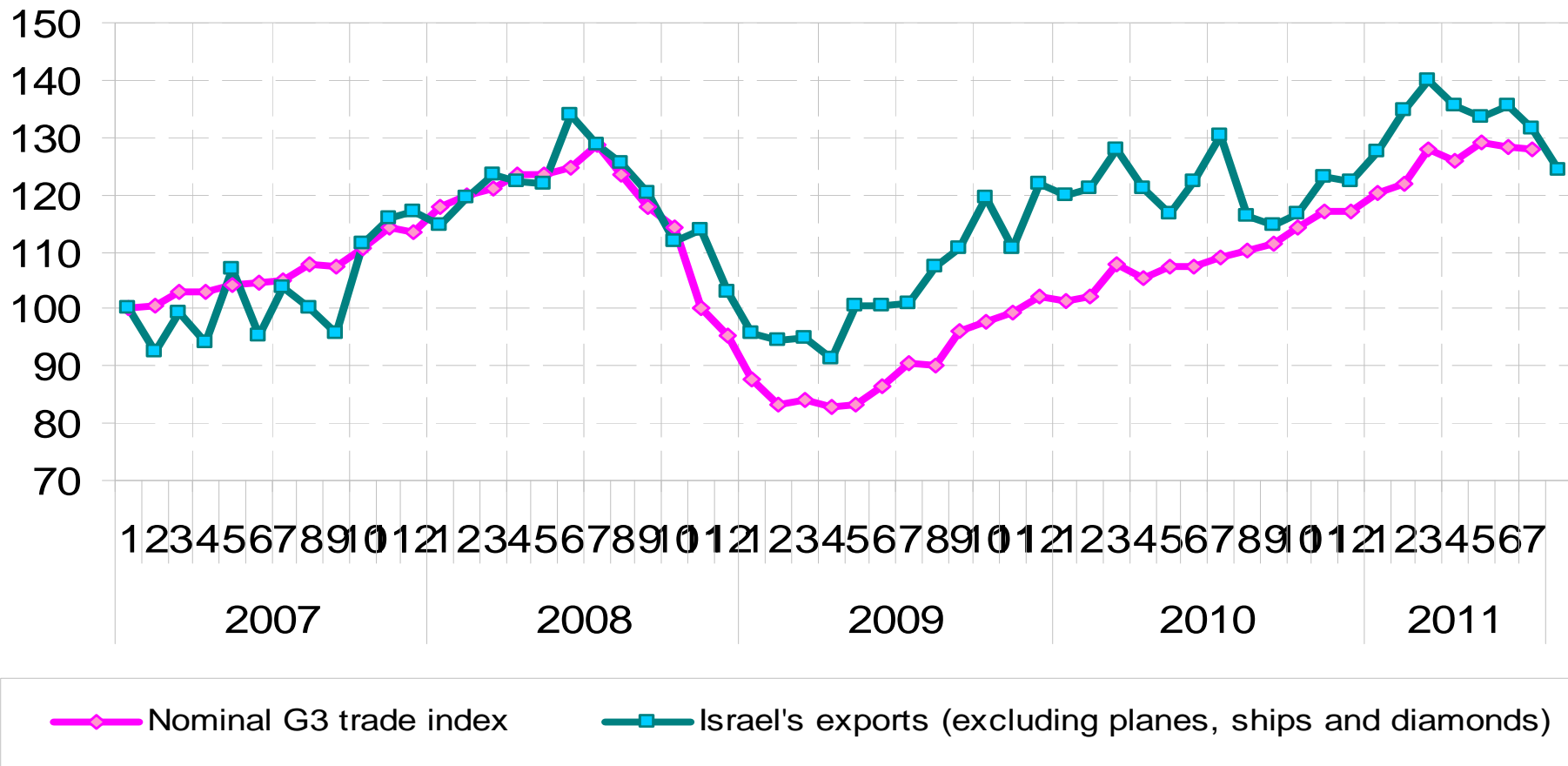
Professor Stanley Fischer, Governor, Bank of Israel
September 18, 2011

Changes in Growth Forecasts for 2011–2012



SOURCE: The Economist.

Israel's Exports and the G3 Trade Index,* January 2007 = 100

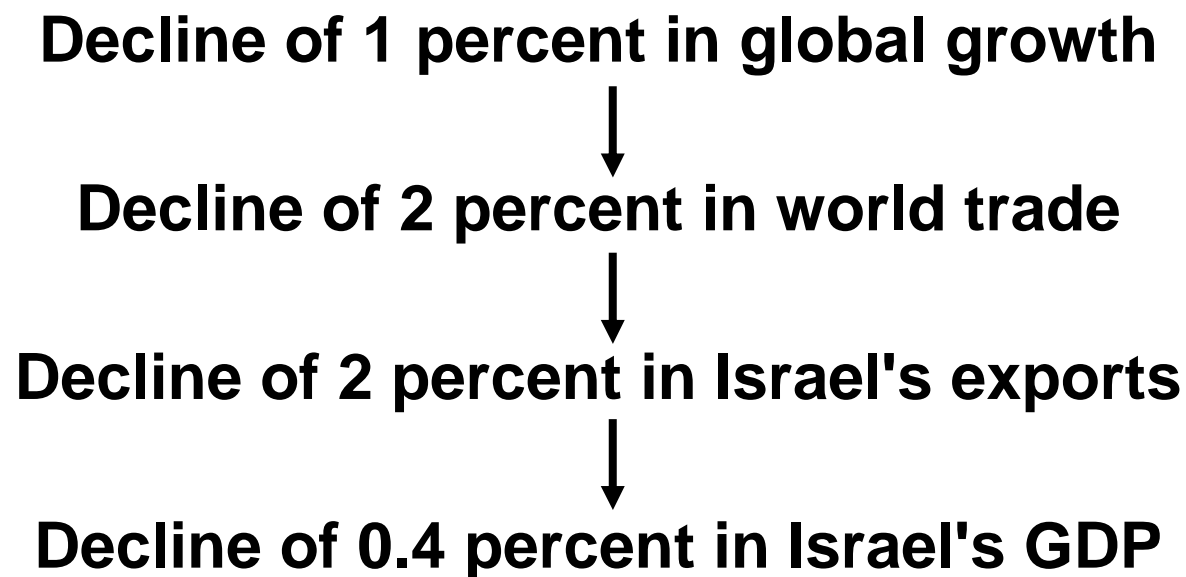


*The G3 trade index is a weighted measure of the total foreign trade of the US, Germany and Japan. The index serves as an early indicator for global trade.

SOURCE: Bank of Israel.

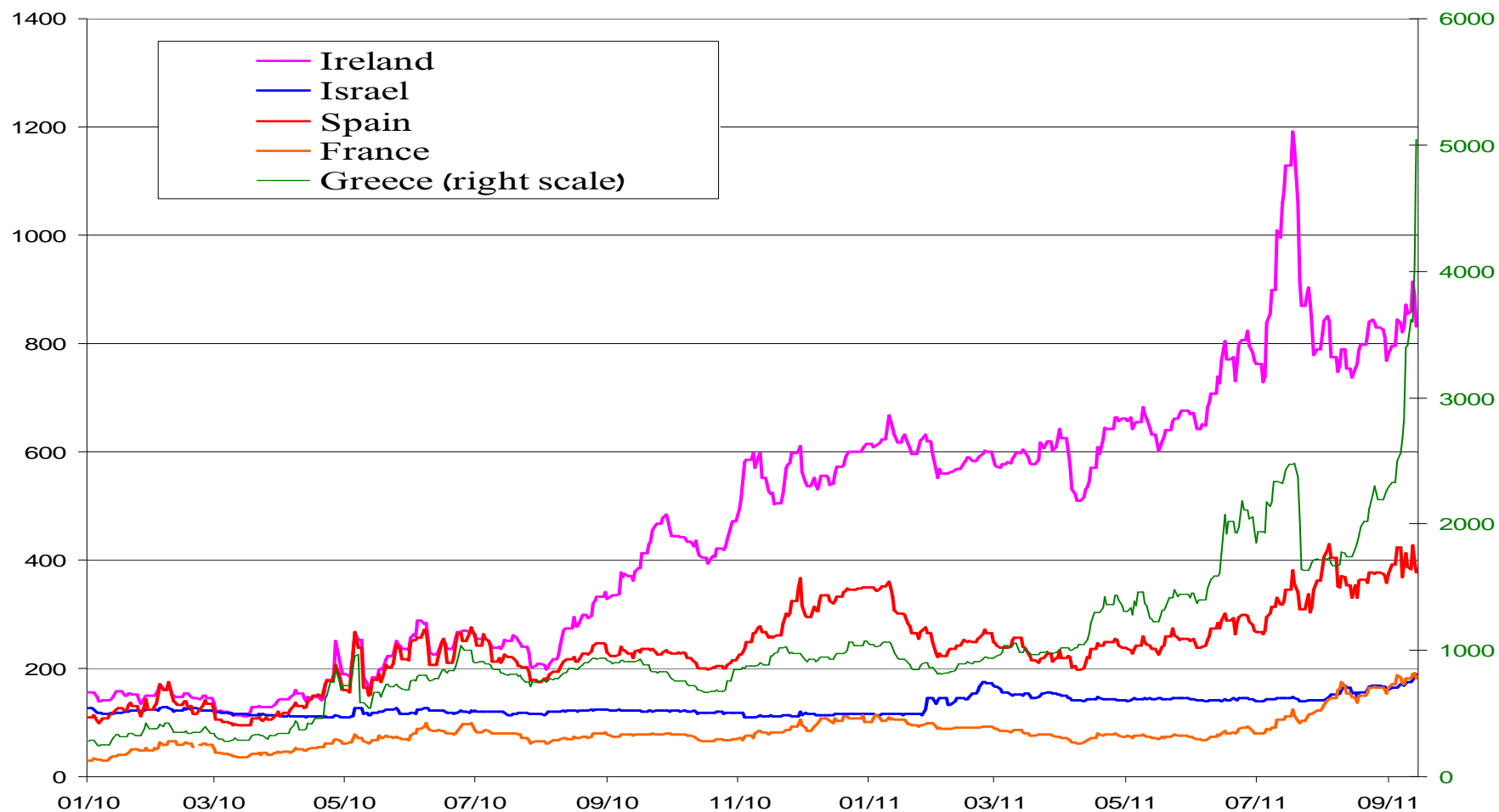


Estimate* of the Effect of the Drop in the Forecast of Global Growth on Israel's Economy



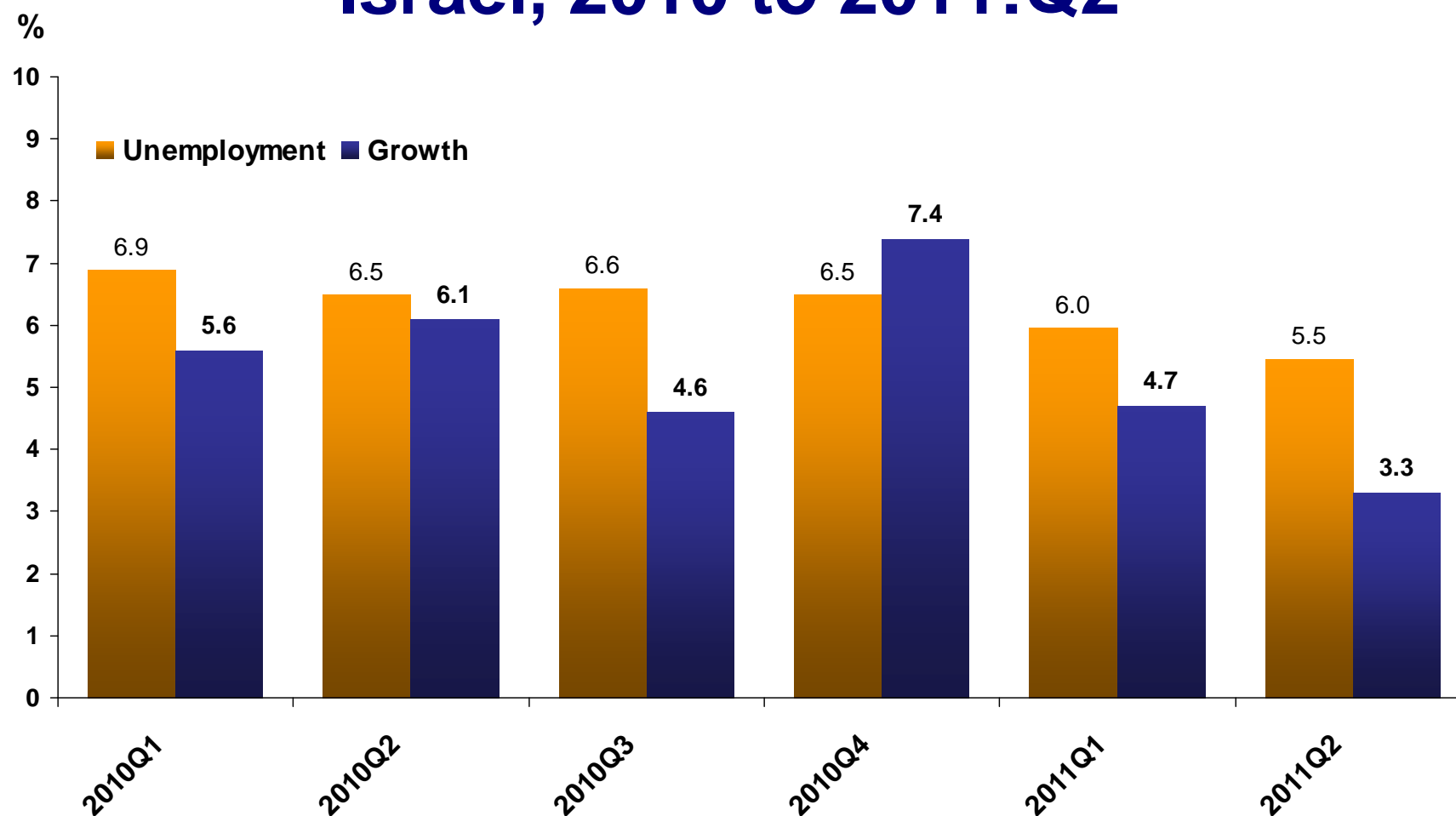
* Bank of Israel estimate.

CDS* Spreads in Selected Countries, January 2010 to September 2011



* Credit default swaps.
SOURCE: Bloomberg.

GDP Growth Rates and Unemployment in Israel, 2010 to 2011:Q2



Quarterly data, seasonally adjusted

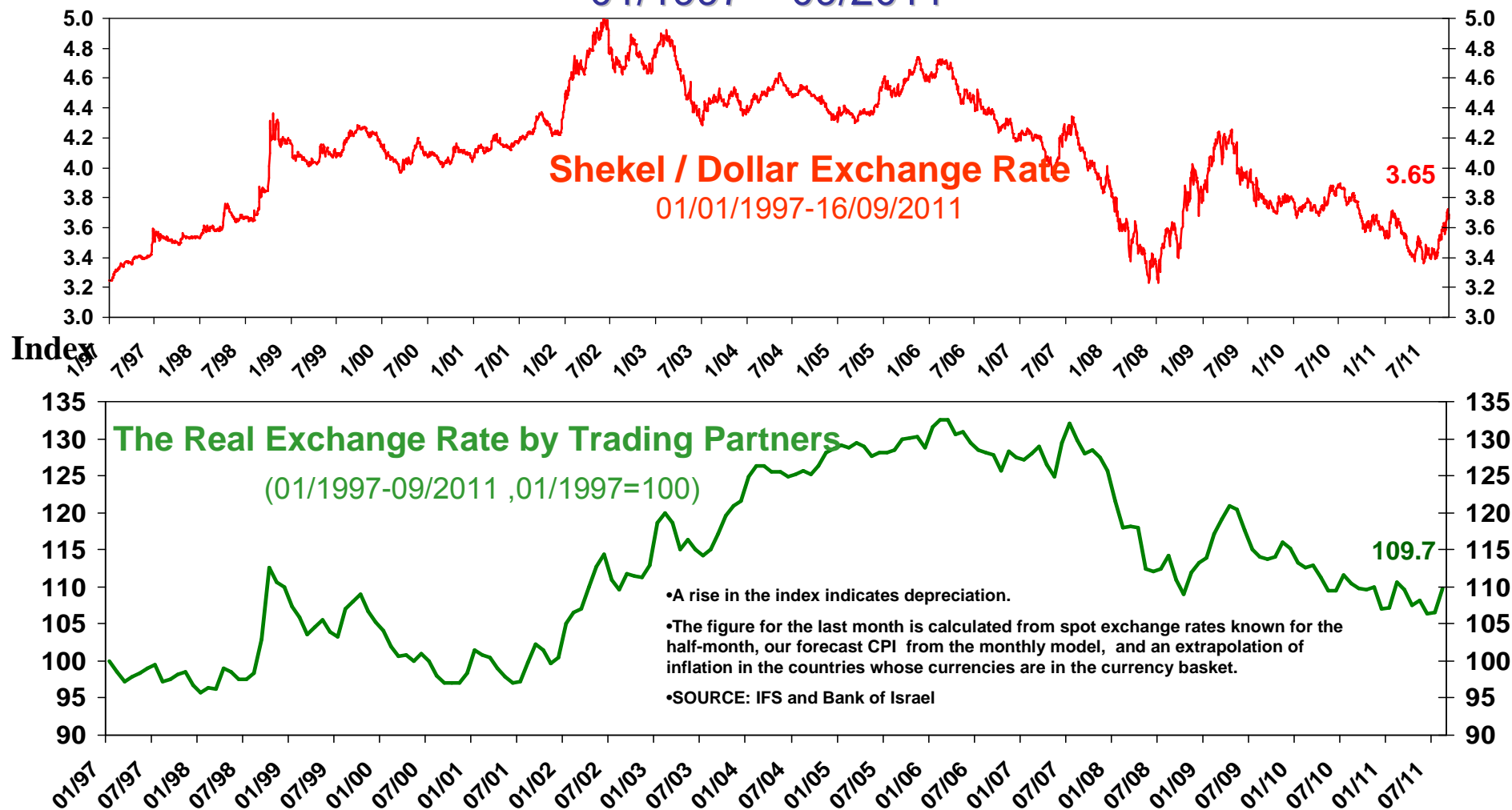
Growth data: rates of change from previous quarter, in annual terms.

SOURCE: Bank of Israel.

The Shekel/Dollar Exchange Rate and the Real Exchange Rate,

01/1997 – 09/2011

NIS

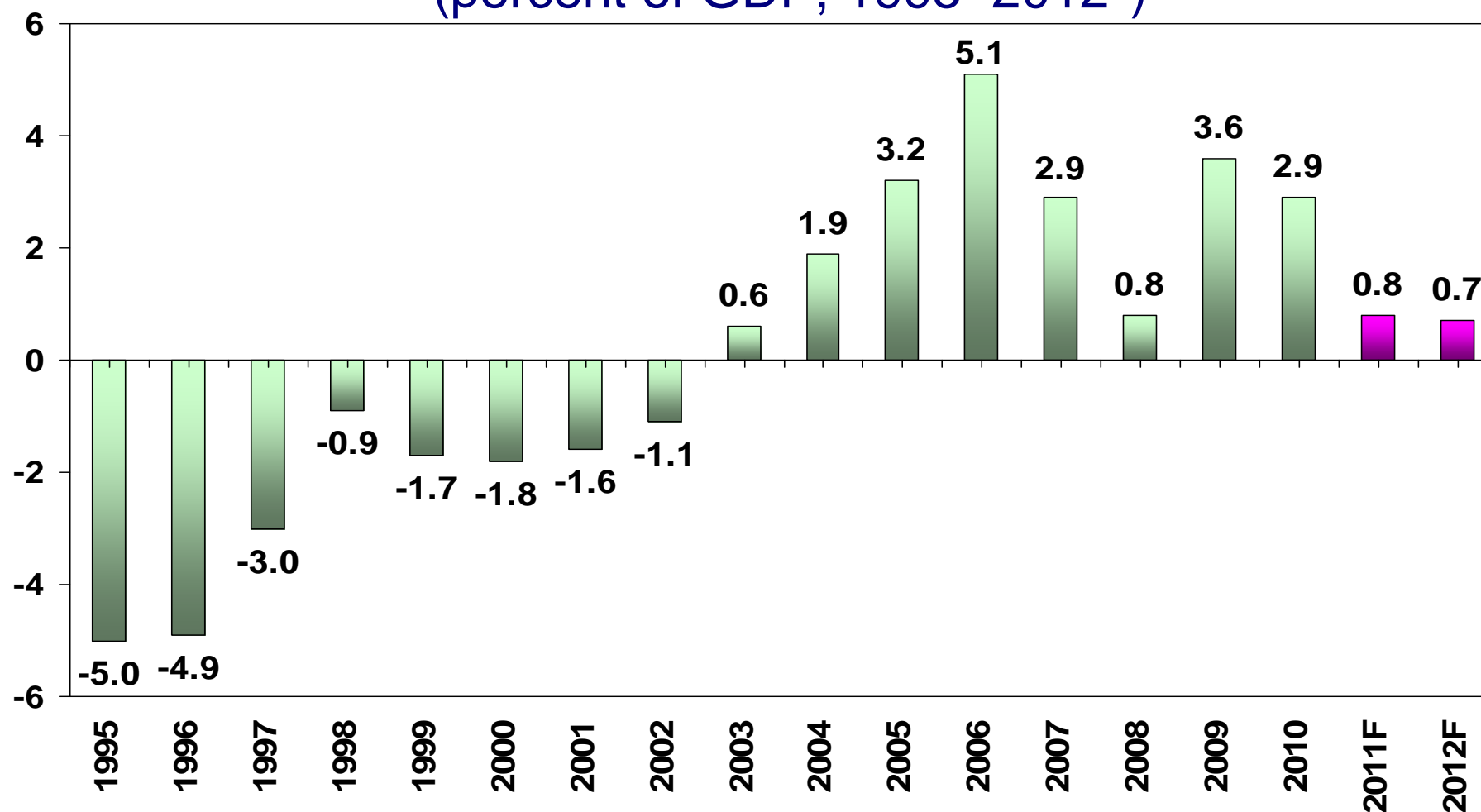


➤ The NIS/\$ chart is on a daily basis, while the real exchange rate chart is on a monthly basis.

The Current Account of the Balance of Payments

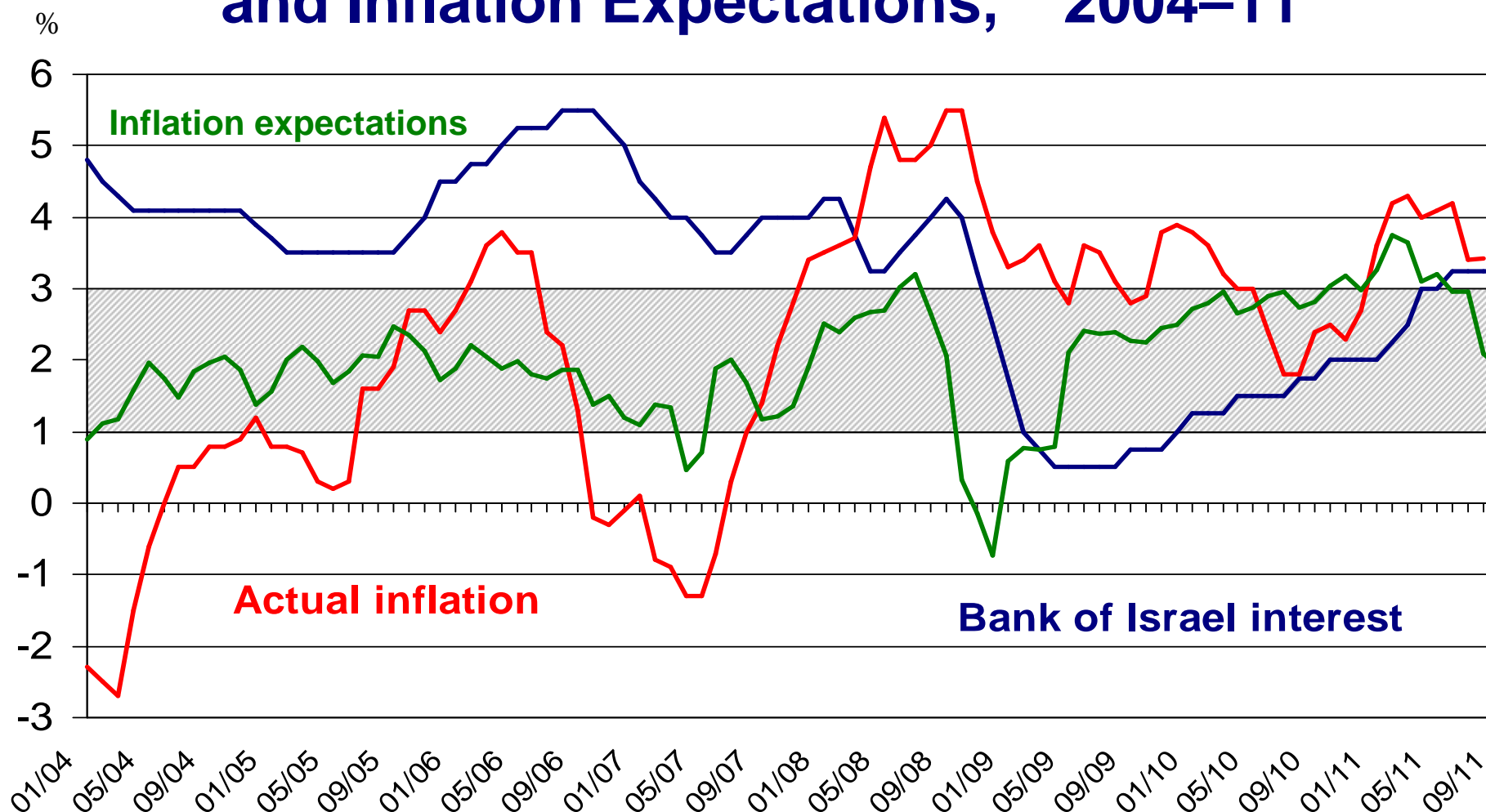
%

(percent of GDP, 1995–2012*)



* Bank of Israel forecast for 2011 and 2012.

The Bank of Israel Interest Rate, Actual Inflation,* and Inflation Expectations,** 2004–11



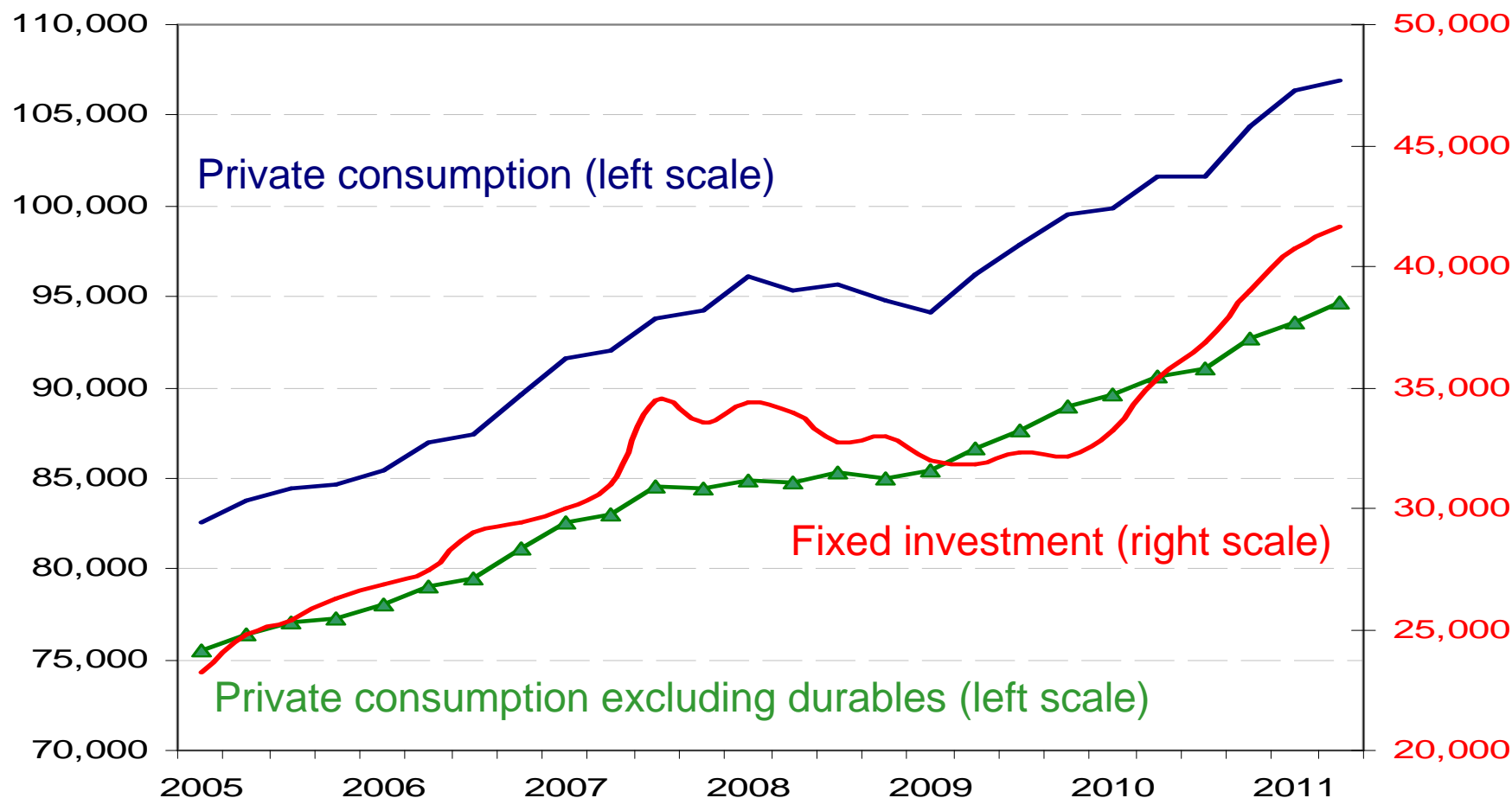
* In the previous twelve months.

** Twelve months forward, calculated from the capital market.

SOURCE: Bank of Israel.

Consumption and Investment

(at constant prices, seasonally adjusted)



SOURCE: Bank of Israel.

Thank you