

Bank Leumi Group

A. Banking and finance in Israel

Bank Leumi Le-Israel Ltd. (1)
Arab Israel Bank Ltd. (1)
Leumi Mortgage Bank Ltd. (merged with
Bank Leumi Le-Israel Ltd. as of December
31, 2012) (2)
Leumi Leasing and Investments Ltd. (3)
Leumi Finance Company Ltd. (4)
Leumi Industrial Development Bank Ltd. (7)
Leumi Real Holdings Ltd. (7)
Leumi Financial Holdings Ltd. (7)

B. Banking and finance abroad (6)

Bank Leumi (USA)
Bank Leumi (UK) plc
Leumi Private Bank S.A.
Bank Leumi Luxembourg
Bank Leumi Romania
Leumi International Investments NV
Leumi Re Limited (9)

C. Capital market and financial companies

Leumi Card Ltd.(5)
Leumi Securities and Investments Ltd. (9)
Leumi Capital Market Services Ltd. (9)
The Bank Leumi Le-Israel Trust Co Ltd. (9)
Leumi Partners Ltd. (7)(9)

D. Non-banking corporations

The Israel Corporation Ltd.

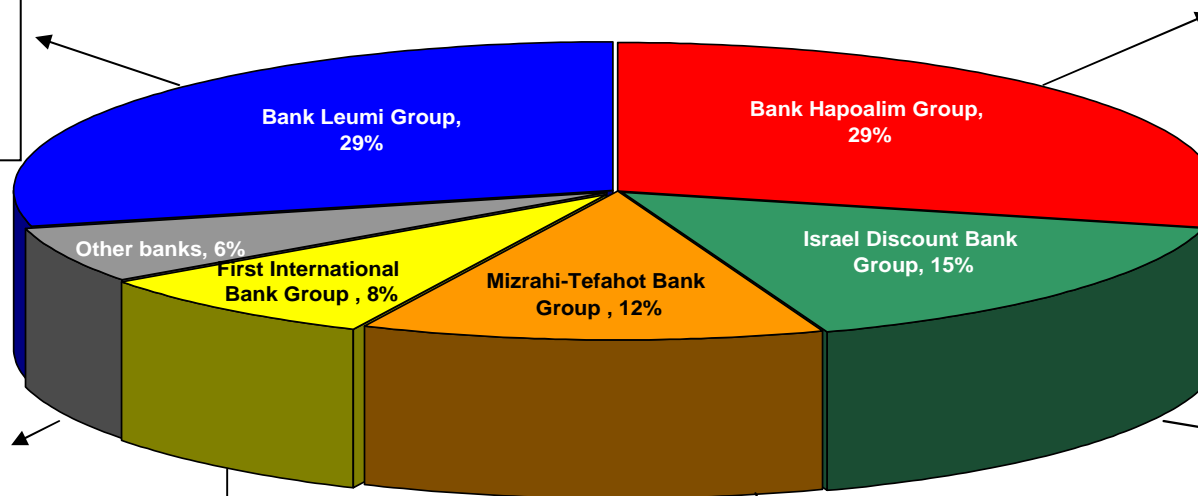
Figure 1.3

**The structure of Israel's banking system and
investments in main investee companies^a,
December 2012**

Total assets: NIS 1,301 billion

Herfindahl index: $H = 0.217$

$CR_2 = 58\%$



Bank Hapoalim Group

A. Banking and finance in Israel (1)

Bank Hapoalim Ltd.

B. Banking and finance abroad (6)

Bank Hapoalim (Switzerland) Ltd.
Bank Hapoalim (Luxembourg) Ltd.
Bank Hapoalim (Cayman Islands) Ltd.
Bank Hapoalim (Latin America) S.A.
Bank Pozitif Kredi Ve Kalkinma Bankasi A.S. (with
a holding in JSC Bank Pozitif)

C. Capital market and financial companies (9)

Isracard (5)
Poalim Express Ltd. (5)
Poalim Capital Markets Ltd. (8)
Poalim Sahar Ltd. (9)
The Bank Hapoalim Trust Co Ltd. (9)
Poalim Asset Management (9)
Poalim Securities Ltd. (8)
Peilim Investment Portfolio Mgt. (9)

Other banking corporations

A. Banking and finance in Israel (1)

Union Bank of Israel Ltd.
Bank of Jerusalem Ltd.
Dexia Israel Bank Ltd.

B. Foreign banks

Citibank N.A.
HSBC Bank PLC
Barclays Capital PLC
State Bank of India

C. Financial institutions

'Hesech' Kupat Hisachon Lehinuch Ltd.

D. Joint service companies owned by the five major banking groups

Automated Clearing House (Masav) Ltd.
Automated Banking Services (Shva) Ltd.

Definitions

- (1) Commercial banks
- (2) Mortgage banks
- (3) Investment finance banks
- (4) Financial institutions
- (5) Credit card companies
- (6) Subsidiaries abroad
- (7) Consolidated holding companies
- (8) Investment houses
- (9) Capital market companies, including
companies supplying operating services to
institutions, and underwriting, trust,
leasing, insurance agencies, insurance, and
asset management companies.

First International Bank Group

A. Banking and finance in Israel (1)

The First International Bank of Israel
Poalei Agudat Israel Bank Ltd.
U-Bank (Israel) Ltd.
Otsar Hahayal Bank Ltd.
Bank Massad Ltd.

B. Banking and finance abroad (6)

FIBI Bank (UK) plc
FIBI Bank (Switzerland) Ltd.

C. Capital market and financial companies (9)

The First International Leasing Ltd. (9)
Modus Selective Investment Management and Investment
Consulting (9)
U-Bank Investments and Holdings Ltd. (9)
U-Bank Trust Company Ltd. (9)
Cal (Cartisey Ashrai Le'Israel)—Israel Credit Cards Ltd. (5)

Mizrahi-Tefahot Bank Group

A. Banking and finance in Israel (1)

Mizrahi-Tefahot Bank Ltd.
Bank Yahav for Government Employees Ltd.

B. Banking and finance abroad (6)

United Mizrahi Bank (Switzerland) Ltd

C. Capital market and financial companies (9)

'Etgat' Portfolio Management Ltd. (4)
Mizrahi-Tefahot Issuing Company Ltd. (4)
'Tefahot' Insurance Agency Ltd. (9)
Mizrahi-Tefahot Factoring (9)
Rosario Capital Ltd. (9)
Mizrahi-Tefahot Management Ltd. (9)

D. Non-banking corporations (consolidated companies)

Pesagot Jerusalem Ltd.

Israel Discount Bank Group

A. Banking and finance in Israel (1)

Israel Discount Bank Ltd.
Mercantile Discount Bank Ltd.
The First International Bank of Israel

B. Banking and finance abroad (6)

Israel Discount Bank of New York
Discount Bank (Latin America)
IDB (Swiss) Bank Ltd.

C. Capital market and financial companies

Discount Leasing Ltd. (9)
Manpikim—Discount Bank Issues Corporation (9)
Discount Israel Capital Markets and Investments
Ltd.(9)
Tachlit Discount Portfolio Management Ltd. (9)
Cal (Cartisey Ashrai Le'Israel)—Israel Credit Cards
Ltd. (5)
Diners Club Israel Ltd. (5)
Discount Trust Ltd. (9)

^a Groups on consolidated basis. The calculation is based on total assets.

SOURCE: Banking Supervision Department based on published financial reports.