

Table 1.20
Main items in consolidated profit and loss statements of the five banking groups, 2012–14
(NIS million, at current prices)

	Leumi				Hapoalim				Discount			
	2012	2013	2014	% change in 2014 compared with 2013	2012	2013	2014	% change in 2014 compared with 2013	2012	2013	2014	% change in 2014 compared with 2013
Interest income	13,507	12,134	10,012	-17.5	14,346	12,961	10,673	-17.7	7,847	6,822	5,736	-15.9
Interest expenses	6,099	4,777	2,649	-44.5	6,186	5,018	2,905	-42.1	3,388	2,572	1,518	-41.0
Net interest income	7,408	7,357	7,363	0.1	8,160	7,943	7,768	-2.2	4,459	4,250	4,218	-0.8
Loan loss provisions	1,236	268	472	76.1	987	874	425	-51.4	726	580	164	-71.7
Net interest income after loan loss provisions	6,172	7,089	6,891	-2.8	7,173	7,069	7,343	3.9	3,733	3,670	4,054	10.5
Noninterest income	4,774	5,517	5,173	-6.2	5,477	5,721	6,254	9.3	3,257	3,519	3,254	-7.5
<i>of which:</i> Noninterest financing income	444	1,127	795	-29.5	255	480	916	90.8	352	632	549	-13.1
<i>of which:</i> stocks	0	669	485	-	90	140	136	-2.9	80	137	63	-54.0
bonds	520	155	628	305.2	347	469	343	-26.9	341	400	307	-23.3
activity in derivative instruments	-673	-1,376	1,906	-	-315	-949	1,933	-	-333	-577	854	-
exchange rate differentials	597	1,580	-2,252	-	114	818	-1,496	-	265	642	-675	-
<i>of which:</i> Fees	4,199	4,188	4,167	-0.5	5,105	5,115	5,207	1.8	2,685	2,704	2,586	-4.4
Total operating and other expenses	9,120	8,892	9,311	4.7	8,886	9,024	9,140	1.3	5,826	6,018	6,371	5.9
<i>of which:</i> salaries and related expenses	5,310	5,133	4,968	-3.2	5,130	5,434	5,300	-2.5	3,444	3,619	3,988	10.2
Pre-tax profit	1,826	3,714	2,753	-25.9	3,764	3,766	4,457	18.3	1,164	1,171	937	-20.0
Income tax provision	800	1,397	1,281	-8.3	1,230	1,271	1,729	36.0	407	305	324	6.2
After tax profit	1,026	2,317	1,472	-36.5	2,534	2,495	2,728	9.3	757	866	613	-29.2
Net income attributed to shareholders	922	1,982	1,502	-24.2	2,506	2,548	2,740	7.5	802	874	596	-31.8
Capital for calculating ROE ^a	24,199	25,345	27,210	7.4	24,812	27,576	30,276	9.8	11,296	11,973	12,681	5.9
Total pre-tax ROE (percent)	7.55	14.65	10.12		15.17	13.66	14.72		10.30	9.78	7.39	
Total after-tax ROE (percent)	3.81	7.82	5.52		10.10	9.24	9.05		7.10	7.30	4.70	
Total ROA (percent)	0.25	0.53	0.39		0.68	0.67	0.70		0.40	0.44	0.29	
Net interest margin (percent)^b	2.24	2.24	2.22		2.52	2.37	2.32		2.67	2.39	2.41	

Table 1.20 continued
Main items in consolidated profit and loss statements of the five banking groups, 2012–14
(NIS million, at current prices)

	Mizrahi-Tefahot				First International				Total for all groups			
	2012	2013	2014	% change in 2014 compared with 2013	2012	2013	2014	% change in 2014 compared with 2013	2012	2013	2014	% change in 2014 compared with 2013
Interest income	6,591	6,442	5,347	-17.0	3,787	3,322	2,664	-19.8	46,078	41,681	34,432	-17.4
Interest expenses	3,377	2,978	1,972	-33.8	1,537	1,135	563	-50.4	20,587	16,480	9,607	-41.7
Net interest income	3,214	3,464	3,375	-2.6	2,250	2,187	2,101	-3.9	25,491	25,201	24,825	-1.5
Expenses in respect of credit losses	276	288	173	-39.9	134	97	89	-8.2	3,359	2,107	1,323	-37.2
Net interest income after credit loss expenses	2,938	3,176	3,202	0.8	2,116	2,090	2,012	-3.7	22,132	23,094	23,502	1.8
Income not from interest	1,573	1,499	1,612	7.5	1,547	1,682	1,667	-0.9	16,628	17,938	17,960	0.1
<i>of which:</i> Financing expenses not from interest	95	14	173	1,135.7	150	200	230	15.0	1,296	2,453	2,663	8.6
<i>of which:</i> shares	29	-1	11	-	38	85	60	-29.4	237	1,030	755	-26.7
bonds	149	89	114	28.1	164	174	197	13.2	1,521	1,287	1,589	23.5
activity in derivative instruments	-62	-599	1,614	-	-50	-566	870	-	-1,433	-4,067	7,177	-
exchange rate differentials	-21	525	-1,566	-	-2	507	-897	-	953	4,072	-6,886	-
<i>of which:</i> fees	1,452	1,458	1,395	-4.3	1,362	1,418	1,375	-3.0	14,803	14,883	14,730	-1.0
Total operating and other expenses	2,786	2,957	3,032	2.5	2,814	2,850	2,878	1.0	29,432	29,741	30,732	3.3
<i>of which:</i> salaries and related expenses	1,701	1,836	1,869	1.8	1,676	1,736	1,746	0.6	17,261	17,758	17,871	0.6
Before tax profit	1,725	1,718	1,782	3.7	849	922	801	-13.1	9,328	11,291	10,730	-5.0
Deduction for tax on profits	599	592	673	13.7	315	376	340	-9.6	3,351	3,941	4,347	10.3
After tax profit	1,126	1,126	1,109	-1.5	534	546	461	-15.6	5,977	7,350	6,383	-13.2
Net profit attributed to shareholders	1,076	1,078	1,083	0.5	563	555	478	-13.9	5,869	7,037	6,399	-9.1
Capital for calculating ROE ^a	8,214	9,374	10,413	11.1	5,926	6,529	6,829	4.6	74,447	80,797	87,409	8.2
Total pre-tax ROE (percent)	21.00	18.33	17.11		14.33	14.12	11.73		12.53	13.97	12.28	
Total after-tax ROE (percent)	13.10	11.50	10.40		9.50	8.50	7.00		7.88	8.71	7.32	
Total ROA (percent)	0.69	0.63	0.57		0.54	0.51	0.42		0.49	0.57	0.50	
Net interest margin (percent)^b	2.15	2.15	1.90		2.48	2.38	2.16		2.36	2.30	2.22	

^a Capital for the purpose of calculating total ROE includes total capital resources minus the average balance of minority interest minus/plus the average balance of losses/profits that have yet to be realized from reconciliations

^b Net interest income to total assets that generate financing revenue.

SOURCE: Based on published financial statements.