Table 1.17

Main items in consolidated profit and loss statements of the five major banking groups, 2011–13

(NIS millon, at current prices)

	Leumi				Hapoalim				Discount			
	2011	2012	2013	% change in 2013 compared with 2012	2011	2012	2013	% change in 2013 compared with 2012	2011	2012	2013	% change in 2013 compared with 2012
Interest income	14,283	13,507	12,134	-10.2	14,793	14,346	12,961	-9.7	8,413	7,847	6,822	-13.1
Interest expenses	7,176	6,099	4,777	-21.7	6,696	6,186	5,018	-18.9	3,796	3,388	2,572	-24.1
Net interest income	**7,107**	**7,408**	**7,357**	**-0.7**	**8,097**	**8,160**	**7,943**	**-2.7**	**4,617**	**4,459**	**4,250**	**-4.7**
Loan loss provisions	734	1,236	268	-78.3	1,202	987	874	-11.4	778	726	580	-20.1
Net interest income after loan loss provisions	**6,373**	**6,172**	**7,089**	**14.9**	**6,895**	**7,173**	**7,069**	**-1.4**	**3,839**	**3,733**	**3,670**	**-1.7**
Noninterest income	**4,175**	**4,774**	**5,517**	**15.6**	**4,991**	**5,477**	**5,721**	**4.5**	**2,937**	**3,257**	**3,519**	**8**
of which: Noninterest financing income	11	444	1,127	153.8	-213	255	480	88.2	98	352	632	79.5
of which: stocks	-12	0	669		55	90	140	55.6	141	80	137	71.3
bonds	441	520	155	-70.2	136	347	469	35.2	143	341	400	17.3
activity in derivative instruments	1,064	-673	-1,376		384	-315	-949		-156	-333	-577	
exchange rate differentials	-1,482	597	1,580	164.7	-799	114	818		-76	265	642	142.3
of which: Fees	4,116	4,199	4,188	-0.3	5,098	5,105	5,115	0.2	2,670	2,685	2,704	0.7
Total operating and other expenses	**8,341**	**9,100**	**8,933**	**-1.8**	**8,365**	**8,825**	**8,965**	**1.6**	**5,845**	**5,826**	**6,018**	**3.3**
of which: salaries and related expenses	5,061	5,290	5,174	-2.2	4,759	5,012	5,310	5.9	3,466	3,444	3,619	5.1
Pre-tax profit	**2,207**	**1,846**	**3,673**	**99.0**	**3,521**	**3,825**	**3,825**	**0.0**	**931**	**1,164**	**1,171**	**0.6**
Income tax provision	418	811	1,391	71.5	809	1,254	1,298	3.5	114	407	305	-25.1
After tax profit	**1,789**	**1,035**	**2,282**	**120.5**	**2,712**	**2,571**	**2,527**	**-1.7**	**817**	**757**	**866**	**14.4**
Net income attributed to shareholders	**1,891**	**931**	**1,947**	**109.1**	**2,746**	**2,543**	**2,580**	**1.5**	**847**	**802**	**874**	**9.0**
Capital for calculating ROE[a]	22,866	24,436	25,652	5.0	22,883	25,178	27,742	10.2	10,329	11,296	11,973	9.4
Total ROE (percent)	**8.27**	**3.81**	**7.59**		**12.00**	**10.10**	**9.30**		**8.20**	**7.10**	**7.30**	
Total ROA (percent)	**0.55**	**0.25**	**0.52**		**0.81**	**0.69**	**0.68**		**0.44**	**0.40**	**0.44**	
Net interest margin (percent)[b]	**2.35**	**2.27**	**2.24**		**2.76**	**2.43**	**2.52**		**2.67**	**2.43**	**2.39**	

Table 1.17 continued

Main items in consolidated profit and loss statements of the five major banking groups, 2010–12

(NIS millon, at current prices)

	Mizrahi-Tefahot				First International				Total for all groups			
	2011	2012	2013	% change in 2013 compared with 2012	2011	2012	2013	% change in 2013 compared with 2012	2011	2012	2013	% change in 2013 compared with 2012
Interest income	6,840	6,591	6,442	-2.3	4,096	3,787	3,322	-12.3	48,425	46,078	41,681	-9.5
Interest expenses	3,741	3,377	2,978	-11.8	1,919	1,537	1,135	-26.2	23,328	20,587	16,480	-19.9
Net interest income	**3,099**	**3,214**	**3,464**	**7.8**	**2,177**	**2,250**	**2,187**	**-2.8**	**25,097**	**25,491**	**25,201**	**-1.1**
Expenses in respect of credit losses	338	276	288	4.3	93	134	97	-27.6	3,145	3,359	2,107	-37.3
Net interest income after credit loss expenses	**2,761**	**2,938**	**3,176**	**8.1**	**2,084**	**2,116**	**2,090**	**-1.2**	**21,952**	**22,132**	**23,094**	**4.3**
Income not from interest	**1,509**	**1,573**	**1,499**	**-4.7**	**1,392**	**1,547**	**1,682**	**8.7**	**15,004**	**16,628**	**17,938**	**7.9**
of which: Financing expenses not from interest	18	95	14	-85.3	-94	150	200	33.3	-180	1,296	2,453	89.3
of which: shares	6	29	-1		-33	38	85	123.7	157	237	1,030	334.6
bonds	18	149	89	-40.3	131	164	174	6.1	869	1,521	1,287	-15.4
activity in derivative instruments	397	-62	-599		59	-50	-566		1,748	-1,433	-4,067	
exchange rate differentials	-409	-21	525		-251	-2	507		-3,017	953	4,072	
of which: fees	1,474	1,452	1,458	0.4	1,447	1,362	1,418	4.1	14,805	14,803	14,883	0.5
Total operating and other expenses	**2,667**	**2,786**	**2,957**	**6.1**	**2,816**	**2,791**	**2,825**	**1.2**	**28,034**	**29,328**	**29,698**	**1.3**
of which: salaries and related expenses	1,615	1,701	1,836	7.9	1,630	1,633	1,687	3.3	16,531	17,080	17,626	3.2
Before tax profit	**1,603**	**1,725**	**1,718**	**-0.4**	**660**	**872**	**947**	**8.6**	**8,922**	**9,432**	**11,334**	**20.2**
Deduction for tax on profits	522	599	592	-1.2	216	324	386	19.1	2,079	3,395	3,972	17.0
After tax profit	**1,081**	**1,126**	**1,126**	**0.0**	**444**	**548**	**561**	**2.4**	**6,843**	**6,037**	**7,362**	**21.9**
Net profit attributed to shareholders	**1,044**	**1,076**	**1,078**	**0.2**	**480**	**577**	**570**	**-1.2**	**7,008**	**5,929**	**7,049**	**18.9**
Capital for calculating ROE[a]	7,151	8,214	9,374	14.1	5,647	6,074	6,628	9.1	68,876	75,197	81,369	8.2
Total ROE (percent)	**14.60**	**13.10**	**11.5**		**8.50**	**9.50**	**8.60**		**10.18**	**7.89**	**8.66**	
Total ROA (percent)	**0.74**	**0.69**	**0.63**		**0.47**	**0.56**	**0.53**		**0.62**	**0.49**	**0.57**	
Net interest margin (percent)[b]	**2.28**	**2.16**	**2.16**		**2.51**	**2.48**	**2.38**		**2.53**	**2.38**	**2.30**	

[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

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

SOURCE: Banking Supervision Department based on published financial statements.