

**Table 1.14**  
**Supervisory Activity Segments<sup>a,b</sup> - Balance-Sheet Balances and Performance Indices, the Five Banking Groups, Activity in Israel, 2016 and 2015**

	Household <sup>c</sup>				Business <sup>d</sup>				Total activity in Israel <sup>e</sup>
	Housing	Credit cards	Other consumer	Total household	Small and micro	Medium	Large businesses	Total business	
					businesses	businesses			
<b>December 2016</b>									
(NIS million)									
Outstanding credit to the end of the reporting period	298,134	39,079	113,307	450,520	175,261	73,999	154,514	403,774	867,368
Outstanding impaired debt and debt more than 90 days past due	2,659	54	1,353	4,066	3,233	1,355	4,509	9,098	14,212
Balance of deposits to the end of the reporting period	---	87	524,559	524,646	137,573	75,329	143,804	356,706	1,052,378
Balance of risk assets to the end of the reporting period	183,465	34,007	108,873	326,345	189,408	88,810	177,642	455,860	887,830
Net profit	1,008	534	-1,462	80	1,756	976	2,984	5,716	8,211
(percent)									
Return on assets (net profit divided by the average balance of assets)	0.35	1.42	-1.13	0.02	1.05	1.36	1.80	1.41	0.63
Financial gap (net interest income divided by the average balance of assets and liabilities)	1.74	3.56	2.16	2.09	4.08	2.45	2.16	2.98	1.90
Credit activity divided by the average balance of credit	0.86	2.06	4.94	2.00	3.61	2.35	1.96	2.70	2.91
Deposit activity divided by the average of deposits	---	---	0.27	0.27	0.20	0.17	0.12	0.16	-0.07
Average cost (operational expenses divided by average balance of assets and liabilities)	0.81	9.75	3.63	3.07	3.61	1.80	1.08	2.22	2.14
Operating loss divided by the average balance of assets and liabilities	0.60	-1.63	2.48	1.74	1.70	0.45	-0.17	0.69	0.73
Operating efficiency ratio (operating costs divided by total gross income)	41.76	65.25	109.86	89.60	60.22	47.41	31.58	49.19	64.88
Loan loss provisions divided by the average balance of assets and liabilities	0.02	0.94	0.34	0.27	0.45	-0.21	-0.74	-0.16	0.05
Loan loss provisions divided by the credit balance to the end of the period	0.01	0.52	0.96	0.29	0.39	-0.21	-0.76	-0.16	0.07
Net profit divided by the average balance of assets and liabilities	0.69	2.44	-0.45	0.02	1.15	1.33	1.88	1.49	0.65
<b>December 2015</b>									
(NIS million)									
Outstanding credit to the end of the reporting period	285,564	36,192	107,584	429,340	175,937	72,507	149,981	398,425	839,384
Outstanding impaired debt and debt more than 90 days past due	2,885	18	1,216	4,119	3,859	1,858	5,907	11,624	15,833
Balance of deposits to the end of the reporting period	---	82	490,358	490,440	130,717	63,550	127,386	321,653	980,550
Balance of risk assets to the end of the reporting period	170,234	32,241	108,730	311,205	184,603	92,848	208,090	485,541	905,823
Net profit	831	401	-1,091	141	1,817	968	2,066	4,851	7,870
(percent)									
Return on assets (net profit divided by the average balance of assets)	0.30	1.12	-0.95	0.03	1.08	1.37	1.33	1.23	0.65
Financial gap (net interest income divided by the average balance of assets and liabilities)	1.63	3.27	2.17	2.05	3.96	2.62	2.22	3.02	1.89
Credit activity divided by the average balance of credit	0.80	1.86	4.99	1.94	3.46	2.44	2.01	2.71	2.87
Deposit activity divided by the average of deposits	---	2.35	0.25	0.26	0.18	0.13	0.09	0.13	-0.09
Average cost (operational expenses divided by average balance of assets and liabilities)	0.86	10.03	3.89	3.24	3.66	1.89	1.05	2.29	2.22
Operating loss divided by the average balance of assets and liabilities	0.64	-1.03	2.53	1.79	1.65	0.41	-0.09	0.73	0.72
Operating efficiency ratio (operating costs divided by total gross income)	46.67	70.00	110.20	92.62	61.29	46.17	31.27	50.04	65.53
Loan loss provisions divided by the average balance of assets and liabilities	0.02	0.64	0.20	0.17	0.31	-0.16	-0.03	0.09	0.09
Loan loss provisions divided by the credit balance to the end of the period	0.01	0.36	0.55	0.17	0.27	-0.15	-0.02	0.08	0.12
Net profit divided by the average balance of assets and liabilities	0.61	1.99	-0.37	0.03	1.20	1.44	1.43	1.33	0.67

<sup>a</sup> Beginning with the financial statement for the first quarter of 2016, there is a requirement of disclosure to supervisor activity segments according to the new rules adapted to the new uniform and comparable definitions set out by the Banking Supervision Department, which are mainly based on the classification of customers by the volume of their activity. There are also additional requirements for separate disclosure of the institutional investors segment and the financial management segment, and additional requirements for disclosures of balance-sheet balances to the end of the reporting period (credit and deposits) and balances of impaired credit and nonimpaired credit 90 days past due. The implementation of the Directive had no material effect on the banks' financial statements, other than the manner of presentation and disclosure.

<sup>b</sup> Supervisory activity segments are classified differently than the classification of industries.

<sup>c</sup> The household segment is presented together with private banking due to the latter's small share of total credit to households.

<sup>d</sup> Micro business - Volume of activity totaling less than NIS 10 million; Small business - Volume of activity totaling between NIS 10 million and NIS 50 million; Medium business - Volume of activity totaling between NIS 50 and NIS 250 million; Large business - Volume of activity totaling over NIS 250 million.

<sup>e</sup> Including institutional entities, the financial management segment, and the "others" segment.

SOURCE: Based on published financial statements and reports to the Banking Supervision Department.