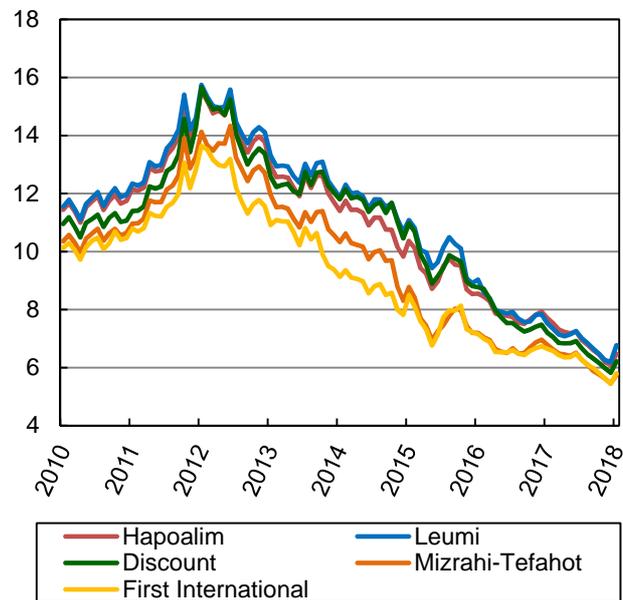


In recent years, the cost of equity at the Israeli banks has declined.

Figure 1
The Cost of Equity (According to the CAPM), the Five Banking Groups, 2010–18



SOURCE: Based on published financial statements, the Tel Aviv Stock Exchange, Damodaran tables, and Moody's ratings.