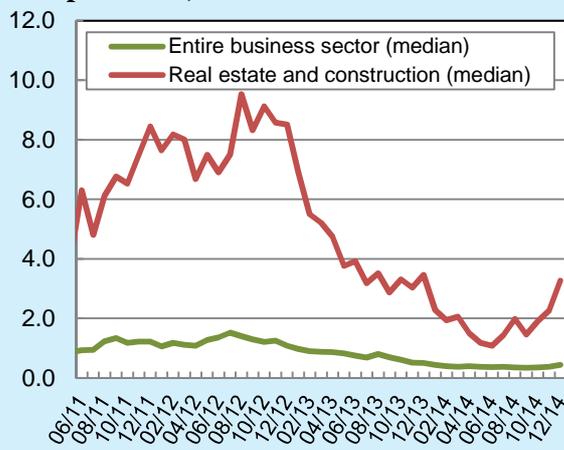


Figure 1.14
The EDF^a Index of Construction and Real Estate Companies and of Israeli Corporations, June 2011 to December 2014



^a EDF (Expected Default Frequency) reflects the expected likelihood of default. The median EDF for construction and real estate companies is calculated on the basis of 29 publicly traded Israeli companies. The median EDF for all companies in the business sector is calculated on the basis of 289 publicly traded Israeli companies.

SOURCE: Based on Moody's-KMV.