

Figure 1.3

The structure of Israel's banking system and investments in main investee companies^a, December 2014

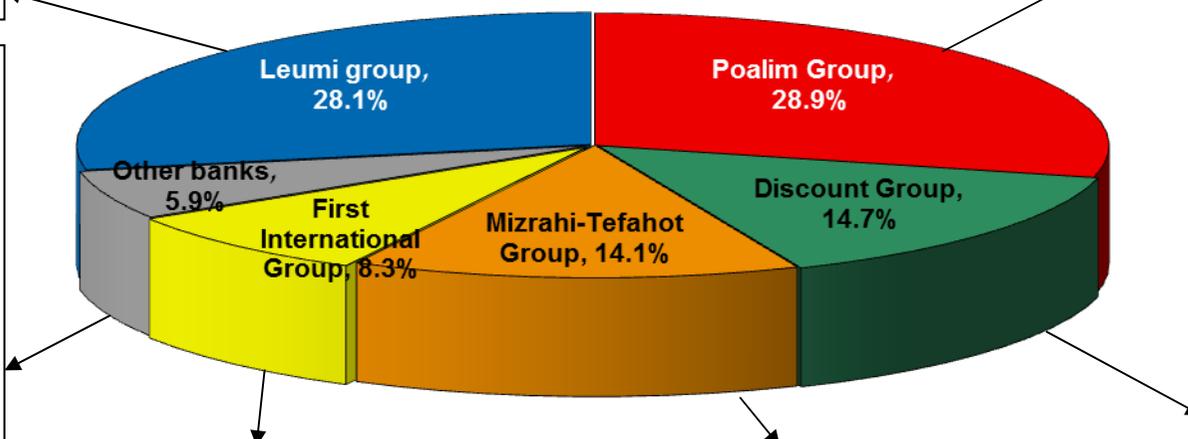
Total assets: NIS 1,411 billion
Herfindahl index: HHI = 0.21
Weight of the 2 largest groups in total assets: CR₂ = 57%

- C. Capital market and financial services**
 Leumi Card Ltd. (5)
 Leumi Capital Market Services Ltd. (9)
 Bank Leumi Le-Israel Trust Co. Ltd. (9)
 Leumi Partners Ltd. (7)(9)
- D. Nonbanking corporations (affiliates)**
 Israel Corporation Ltd.
 SuperPharm (Israel) Ltd.
 AvGol Industries 1953 Ltd.
 Nilit B.V.

- Bank Leumi Group**
- A. Banking and finance in Israel**
 Bank Leumi Le-Israel Ltd. (1)
 Arab Israel Bank Ltd. (1)
 Leumi Tech Ltd. (3)
 Leumi Finance Company Ltd. (4)
 Leumi Real Holdings Ltd. (7)
- B. Banking and finance abroad (6)**
 Bank Leumi USA
 Bank Leumi UK plc
 Leumi Private Bank S.A.
 Bank Leumi Luxembourg
 Bank Leumi Romania

- Bank Hapoalim Group**
- A. Banking and finance in Israel (1)**
 Bank Hapoalim Ltd.
- B. Banking and finance abroad (6)**
 Bank Hapoalim (Switzerland) Ltd.
 Banque Hapoalim (Luxembourg) S.A.
 Bank Hapoalim (Cayman Islands) Ltd.²
 Hapoalim (Latin America) S.A.
 Bank Pozitif Kredi Ve Kalkinma Bankasi A.S.
 (with a holding in JSC Bank Pozitiv)
- C. Capital market and financial services**
 Isracard Ltd. (5)
 Poalim Express Ltd. (5)
 Poalim Capital Markets Ltd. (8)
 Poalim Sahar Ltd. (9)
 Bank Hapoalim Trust Company Ltd. (9)
 Poalim Asset Management (9)
 Poalim Securities Ltd. (9)
 Peilim Investment Portfolio Management Ltd. (9)
- ² In January 2015, Bank Hapoalim relinquished its license in the Cayman Islands.

- Other banking corporations**
- A. Banking and finance in Israel (1)**
 Union Bank of Israel Ltd.
 Bank of Jerusalem Ltd.
 Dexia Israel Bank Ltd.
- B. Foreign banks operating in Israel**
 Citibank N.A.
 HSBC Bank plc
 State Bank of India
 Barclays Bank plc
- C. Financial institutions**
 "Hesech" Kupat Hisachon Lehinuch Ltd.
- D. Joint service companies owned by the five major banking groups**
 Automated Clearing House (Masav) Ltd.
 Automatic Banking Services (Shva) Ltd.



- Definitions**
- (1) Commercial banks
 - (2) Mortgage banks
 - (3) Investment finance banks
 - (4) Financial institutions
 - (5) Credit card companies
 - (6) Subsidiaries abroad
 - (7) Consolidated holding companies
 - (8) Investment house
 - (9) Capital market companies, including companies supplying operating services to institutions, and underwriting, trust, leasing, insurance, and asset management companies.

- First International Bank Group**
- A. Banking and finance in Israel (1)**
 The First International Bank of Israel Ltd.
 Poalei Agudat Israel Bank Ltd.
 U-Bank (Israel) Ltd.
 Otsar Hahayal Bank Ltd.
 Bank Massad Ltd.
- B. Banking and finance abroad (6)**
 FIBI Bank (Switzerland) Ltd.
- C. Capital market and financial services**
 First International Leasing Ltd. (9)
 First International Unique Investment Management Ltd. (9)
 U-Bank Investments and Holdings Ltd. (9)
 U-Bank Trust Company Ltd. (9)
 CAL (Cartisey Ashrai Le'Israel)-Israel Credit Cards Ltd. (5)

- Mizrahi-Tefahot Bank Group**
- A. Banking and finance in Israel (1)**
 Mizrahi-Tefahot Bank Ltd.
 Bank Yahav for Government Employees Ltd.
- B. Banking and finance abroad (6)**
 Mizrahi Tefahot Bank (Switzerland) Ltd.
- C. Capital market and financial services**
 Etgar Portfolio Management Ltd. (4)
 Mizrahi-Tefahot Issuing Company Ltd. (9)
 Mizrahi-Tefahot Trust Company Ltd. (9)
 Tefahot Insurance Agency Ltd. (9)
 Rosario Capital Ltd. (9)
 Mustang Mezzanine Fund Limited Partnership (credit provider)
 Plenus Technologies Fund (credit provider)
- D. Nonbanking corporations (consolidated companies)**
 Psagot Jerusalem Ltd.

- Israel Discount Bank Group**
- A. Banking and finance in Israel (1)**
 Israel Discount Bank Ltd.
 Mercantile Discount Bank Ltd.
 First International Bank of Israel Ltd.³
- B. Banking and finance abroad (6)**
 Discount Bancorp, Inc.
 Israel Discount Bank of New York
 Discount Bank (Latin America)
 IDB (Swiss) Bank Ltd.
- C. Capital market and financial services**
 Discount Manpikim (9)
 Discount Underwriting and Issuances Ltd. (9)
 Israel Discount Capital Markets and Investments Ltd. (9)
 Tafnit Discount Asset Management Ltd. (9)
 CAL (Cartisey Ashrai Le'Israel)-Israel Credit Cards Ltd. (5)
 Diners Club Israel Ltd. (5)
 Discount Trust Ltd. (9)
- ³ Discount's holdings of First International declined to below 10 percent in 2015.

^a Groups on consolidated basis. The calculation is based on total assets.
 SOURCE: Based on published annual reports.