

ISRAEL DISCOUNT BANK LTD.

Registration no.: 520007030

FAO: Israel Securities Authority
www.isa.gov.il

FAO: The Tel Aviv Stock Exchange Ltd T121 (Public)
www.tase.co.il

Magna transmission date: October 31, 2023
2023 Reference No.: 2023-01-099622

IMMEDIATE REPORT

Explanation: This form is not to be used if a form exists that is suitable for the reported event

Nature of the event: Immediate Report

Reference numbers of previous reports relating to this topic: _____

We hereby announce that the Call Report (draft financial statement) of Israel Discount Bank of New York as at September 30, 2023 has been filed with the authorized agencies in the USA. As is customary, the aforesaid report is available to the public on the Internet site of the FDIC: <https://cdr.ffiec.gov/public/ManageFacsimiles.aspx> [Institution name: Israel Discount Bank of New York].

It should be noted that the aforesaid Report has not yet been approved by the authorized organs of the said subsidiary and certain changes may be made thereto. Filing of the above Call Report prior to its approval by the authorized organs is done as required by US reporting rules.

This Immediate Report is submitted according to the format agreed upon between the Banking Supervision Department and the Israel Securities Authority.

See Attachment - Enclosed is a Press Release published in connection with the above.

The Company is not a shell company as defined in the TASE Code

The date when the Corporation first learned of the event: October 31, 2023 at 08:00

Details of signatories authorized to sign in the name of the Corporation:

	Name of Signatory	Position
1	<i>Joseph Beressi</i>	<i>Other Senior Executive Vice President, Chief Accountant, Head of Accounting Division</i>
2	<i>Assaf Pasternak</i>	<i>Other Executive Vice President, Head of Strategy & Finance Division</i>

Reference numbers of previous documents relating to this topic (their mention does not constitute their inclusion by way of reference): N/A

The securities of the Corporation are listed for trade on the Tel Aviv Stock Exchange Date of updating structure of form: 10/10/2023

Abbreviated name: Discount

Address: 1 Discount St., Rishon Le'zion, 7574602, Israel Tel: 972-3-9439111; Fax: 972-3-5171674

Email: michal.sd@dbank.co.il

Prior names of the reporting entity:

Name of person making electronic report: Tenne, Ayelet Position: Lawyer, General Secretary Name of Employing Company:

Address: 23 Yehuda Halevi St., Tel Aviv 6513601, Israel Tel: +972-76-8058862; Fax: +972-3-5171674 Email: ayelet.tenne@dbank.co.il

Israel Discount Bank's Immediate Reports are published in Hebrew on the website of the Israel Securities Authority and the Tel Aviv Stock Exchange.

The English translation is prepared for convenience purposes only.

In the case of any discrepancy between the English and Hebrew versions, the Hebrew will prevail.

IDBNY Announces 3rd Quarter Results

Israel Discount Bank of New York (“IDBNY”) reported a 9M net income of \$69.2 million and ROE of 8.1%, compared with net income of \$82.6 million and ROE of 10.0% in 9M 2022. 3Q23 net income was \$17.6 million and ROE of 6.0%, compared to net income of \$25.0 million and ROE of 9.2% in 3Q22.

Financial Highlights for 9M2023:

- **9M net income** was \$69.2 million, compared with \$82.6 million in 9M22, a 16.2% decrease.
- **9M ROE** was 8.1%, compared with 10.0% in 9M22.
- **9M total income** up to \$309.7 million, compared with \$297.7 in corresponding period of 2022, an 4.0% increase.
- **For 9M, provision for credit losses** was \$3.4 million, compared with a release of \$3.9 million in 9M22.
- **Total non-interest expense for 9M 2023** was \$214.8 million, compared with \$190.7 million in 9M22, an 12.7% increase.

Financial Highlights for 3Q23:

- **Net Income** was \$17.6 million in 3Q23, compared to \$22.0 million in 2Q23 and \$25.0 million in 3Q22. Net income decreased by 20.1% compared with previous quarter and also decreased by 29.8% compared with 3Q22.
- **ROE** was 6.0% in 3Q23, compared with 7.6% for 2Q23 and 9.2% in 3Q22.
- **Total Income** for 3Q23 was \$102.5 million, versus \$102.8 million for the previous quarter, a 0.3% decrease. Compared with 3Q22, total income decreased by 5.9%.
- **Provisions for Credit Losses** for 3Q23 was \$5.2 million, compared with \$2.0 million in the previous quarter and \$5.0 million in 3Q22.
- **Total Non-Interest Expense** for 3Q23 inclined to \$74.1 million, from \$72.4 million in the previous quarter, a 2.4% increase. Compared with 3Q22, total non-interest expense increased by 5.0%.

Main highlights of P&L, Balance Sheet and Ratios
(USD millions)

Main P&L data

	3Q 2023	2Q 2023	3Q 2022	Change vs. 2Q23	Change vs. 3Q22	9M 2023	9M 2022	Change
Total Interest and Dividend Income	184.6	179.7	122.8	2.7%	50.3%	529.4	293.9	80.1%
Total Interest Expense	102.7	93.5	31.2	9.8%	229.7%	274.3	51.3	434.6%
Net Interest Income	81.9	86.2	91.6	(5.0%)	(10.7%)	255.2	242.6	5.2%
Provisions (Release) for Loan Losses	5.2	2.0	5.0	160.8%	4.5%	3.4	(3.9)	N/A
Total Non-Interest Income	20.7	16.7	17.4	24.2%	19.0%	54.5	55.1	(1.0%)
Total Income	102.5	102.8	109.0	(0.3%)	(5.9%)	309.7	297.7	4.0%
Total Non-Interest Expense	74.1	72.4	70.6	2.4%	5.0%	214.8	190.7	12.7%
Income before Taxes	23.3	28.4	33.5	(18.2%)	(30.5%)	91.4	111.0	(17.6%)
Net Income	17.6	22.0	25.0	(20.1%)	(29.8%)	69.2	82.6	(16.2%)

Main Balance Sheet data

	As of Sept 30, 2023	As of June 30, 2023	As of Sept 30, 2022	Change vs. June 30, 2023	Change vs. Sept 30, 2022
Securities	2,698	2,699	2,553	(0.1%)	5.7%
Loans, net	8,236	7,982	8,455	3.2%	(2.6%)
Deposits	10,327	10,275	10,471	0.5%	(1.4%)
Total Equity	1,160	1,158	1,072	0.1%	8.2%
Total Assets	12,443	12,224	12,369	1.8%	0.6%

Selected ratios

	3Q 2023	2Q 2023	3Q 2022	9M 2023	9M 2022
Efficiency Ratio	72.3%	70.4%	64.8%	69.4%	64.0%
Return on Equity	6.0%	7.6%	9.2%	8.1%	10.0%
Loan Loss Provision Ratio	0.2%	0.1%	0.2%	0.1%	(0.1%)
Common Equity Tier 1	14.4%	14.7%	13.4%	14.4%	13.4%
Allowance for Loan and Lease Losses as a % of Total Loans	1.0%	1.0%	1.0%	1.0%	1.0%

About Israel Discount Bank of New York (“IDBNY” or “IDB Bank”)

IDB Bank is a New-York State-chartered commercial bank, a member of the FDIC, and a wholly owned subsidiary of Israel Discount Bank LTD., one of Israel's leading Banks. In addition to its Manhattan headquarters and branch offices in Brooklyn, N.Y, Staten Island, N.Y and Short Hills, N.J, the Bank maintains other full-service branches in South Florida and Southern California. The Bank provides a complete range of private banking and commercial banking services to U.S and international clients.

For 70 years IDB Bank has built its business by fostering deep relationships with its clients, rapid decision-making, and the ability to develop custom-tailored solutions for both its domestic and international clientele. To learn more about IDB Bank visit www.idbny.com

IDB Bank is a registered service mark of Israel Discount Bank of New York. MEMBER FDIC.

###

Contact Information:

Media (Israel)

Sagit Ofir

+972 52 470 4382 | sagit.ofir@dbank.co.il

Media (US)

Karen Lichtenfeld

+1 (212) 551 8797 | klichtenfeld@idbny.com

Investor Relations

Gad Barlev

+972 54 449 4565 | ir@dbank.co.il