

## METIS CAPITAL LTD.: FINANCIAL RESULTS FOR FISCAL YEAR 2008

*Total Revenues: € 85 million; Gross Profit: € 13.5 million; Net loss: € 16.7 million*

**Tel Aviv/Israel; April 3, 2009 – Metis Capital Ltd.** (Prime Standard: EIC; TASE: MTSC) announces its consolidated financial statements for fiscal year 2008 that ended on December 31, 2008.

Total revenues of the consolidated company in the fiscal year 2008 amounted to € 85 million, compared to € 98.7 million in the fiscal year 2007. Of the total revenues, € 83.3 million were derived from the sales of cars and spare parts, compared to € 97.5 million in the fiscal year 2007. The decrease is mainly due to a lack of the Subaru B3 sedan model and the negative influence of the finance crisis in the end of the year. Further € 1.4 million were derived from rental income (2007: € 1 million) and € 0.4 million were derived from business consulting services (to Japan Auto) compared to € 0.2 million in the previous year.

The gross profit of Metis Capital Ltd. in the fiscal year 2008 amounted to € 13.5 million (margin: 15.9%), compared to € 16.4 million (margin: 16.7%) in the fiscal year 2007.

The operating profit of the consolidated company in the fiscal year 2008 amounted to € 0.9 million (margin: 1.1%), compared to € 10.9 million in 2007.

The profit (loss) before income taxes of the consolidated company in the fiscal year 2008 amounted to (€ 4.8) million (margin: (5.7%)), compared to € 5.1 million in the fiscal year 2007.

The profit (loss) from continued operations of the consolidated company in the fiscal year 2008 amounted to (€ 5.2) million, compared to € 3.2 million in the previous year

The net profit (loss) per share from continuing operations of the consolidated company in the fiscal year 2008 amounted to (€ 0.64), compared to € 0.39 in the fiscal year 2007. The net profit (loss) per share from discontinuing operations of the consolidated company in the fiscal year 2008 amounted to (€ 1.44), compared to (€ 0.25) in the fiscal year 2007.

The current assets of Metis as of December 31, 2008 amounted to € 48.8 million, compared to € 62.2 million by the end of 2007. The decrease among other mainly derives from:

1. Classification of car rental segment and the motor vehicle operating lease segment as discontinued operations.
2. Decrease in cash and cash equivalents of the consolidated Company that as of December 31, 2008, amounted to € 5.2 million, compared to € 17.7 million by the end of 2007
3. Decrease in trade receivables in Japan Auto due to decrease in selling cars, decrease in short-term investments.
4. Decrease in loan to Mirage which amounted to € 0 million compared to € 3.9 million by the end of 2007

The said decrease is offset mainly by an increase in inventories of Japan Auto (due to heightened vehicles purchase and slowdown in cars selling) which as of December 31, 2008, amounted to € 28.4 million, compared to € 15.5 million by the end of 2007.

The complete annual financial report may be downloaded at [www.metis-capital.com](http://www.metis-capital.com).

Financial Details for fiscal year 2008:

In million of EUROS, except earnings per share data (in Euro)

	For the year ended December 31	
	2008	2007
<b>Total Revenues</b>	<b>85.0</b>	<b>97.5</b>
<b>Gross Profit</b>	<b>13.5</b>	<b>16.4</b>
<b>Operating Profit (Loss)</b>	<b>0.9</b>	<b>10.9</b>
<b>Profit (Loss) before income taxes</b>	<b>(4.8)</b>	<b>5.1</b>
<b>Income taxes (Benefit)</b>	<b>0.3</b>	<b>1.9</b>
<b>Profit (Loss) from continuing operations</b>	<b>(5.1)</b>	<b>3.2</b>
<b>Loss from discontinued operations</b>	<b>(11.6)</b>	<b>(2.0)</b>
<b>Net Profit (Loss)</b>	<b>(16.8)</b>	<b>1.2</b>
<b>Equity</b>	<b>18.2</b>	<b>32.4</b>
<b>Cash, cash equivalents and short-term investments</b>	<b>14.3</b>	<b>29.1</b>

About Metis Capital Ltd.

Metis Capital Ltd. is an investment house with entrepreneurial outlook that targets to invest in high-growth markets and areas of business that offer attractive returns in order to create high value for its shareholders. The Company aims at national and international investment activities.

Metis Capital Ltd. is active in diversified business sectors, such as real estate and automotive related field.

In August 2005, the Company has acquired fifty percent of Japan Auto Group, which includes real estate assets, a management company and the exclusive concession for the marketing of Subaru automobiles in Israel. The investment is presently the main operational focus of the Company's current business activities and one of the focus areas of its future growth.

The Company complements its resources by forming strategic partnerships with leading financial institutions, investment companies and other synergistic companies that support and grow the Company's business activities and investment portfolio.

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