

Translation of Immediate Report

Bank Leumi le-Israel B.M.

Registration No. 520018078
 Securities of the Corporation are listed on The Tel Aviv Stock Exchange
 Abbreviated Name: Leumi
 Leumi House, 34 Yehuda Halevi Street, Tel Aviv 65546
 Phone: + 972 3 5148111, + 972 3 5149419; Facsimile: + 972 3 5149732
 Electronic Mail: Yaelru@bll.co.il

4 August 2011
 Reference: 2011-01-231156

To: Israel Securities Authority (www.isa.gov.il)
 The Tel Aviv Stock Exchange (www.tase.co.il)

Immediate Report Regarding Payment of Interest

1. On 4 November 2011, interest will be paid at the rate of 1.22300.
2. The interest is not being paid for the first time.
3. The interest is being paid for a period beginning on 4 August 2011 and ending on 3 November 2011.
 The interest being paid is calculated on the basis of annual interest at the rate of 4.892.
4. Record date (cum date): 23 October 2011
 Ex date: 23 October 2011
5. Rate of taxes withheld at source: Individuals - 15%; corporate – 24%.
- 6.

Number of entitled Security	Name of Security	Amount of interest, per security (before linkage)	Linked	Currency of the interest amount	Currency of payment	Exchange rate date for the payment	Tax rate: Individuals	Tax rate: cor- porate
60401580	Leumi Sub- ordinated Capital Notes (Series 201)	0.012230	No	NIS	NIS	_____	15	24

Explanation:

1. Please note that the amount of interest to be paid is correct up to seven digits following the decimal point, for a payment in New Israeli Shekels, and up to five digits following the decimal point for a payment in any other currency.
2. The representative exchange rate is published in the afternoon. Therefore, the known representative exchange rate on any particular date is for the preceding date.

Name of Electronic Reporter: Yael Rudnicki, Position: Group Secretary
POB 2 Tel Aviv 61000, Phone: + 972 3 5149419, Facsimile: + 972 3 5149732,
Electronic Mail: Yaelru@bll.co.il