

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
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20 June 2011
Reference: 2011-01-187968

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

Immediate Report

Nature of the Event: Tnuva

Pursuant to the Immediate Reports dated 2 March 2011 and 12 May 2011 concerning the signing of an agreement between the Bank and M.B.S.T. Ltd. ("Mivtach") regarding the purchase of some 13.5% (fully diluted) of the issued and paid-up share capital of AP.MS.TN. Ltd. (the "Sale Agreement"), the Bank reports that the parties (Mivtach, the Bank and Apax) have held talks to extend the determining date, in the Sale Agreement, for fulfillment of the conditions precedent. The talks have not yet developed into agreements, and therefore the validity of the Sale Agreement has expired. The parties are continuing to negotiate, with the objective of reaching agreements for the extension of the time for the completion of the transaction.

Date and time at which the corporation first became aware of the matter being the subject of the report: 20 June 2011 Time: 09:30.

Name of Electronic Reporter: Yael Rudnicki, Position: Group Secretary
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Note: English translations of Immediate Reports of Bank Leumi are for convenience purposes only. In the case of any discrepancy between the English translation and the Hebrew original, the Hebrew will prevail.

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