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Public

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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14 November 2011
2011-01-325644

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

Immediate Report regarding an Event or Matter falling outside the Ordinary Course of Business of the Corporation

Pursuant to Regulation 36(a) of the Securities (Periodic and Immediate Reports)
Regulations, 1970

Nature of the Event: Reduction in profit for the third quarter of 2011

Bank Leumi le-Israel B.M. (the "Bank") announces as follows:

1. From estimates and assessments regarding the Leumi Group's business results for the third quarter of 2011, the Bank estimates that the expected net profit for the third quarter of 2011 is between NIS 50 million and NIS 100 million, which constitutes a net profit which is significantly lower than the Bank's net profit in the first two quarters of the year. The reduction in the net profit was caused due to the effects of the fall in prices of securities traded on the stock exchange in Israel, especially due to the accumulated effect of the decrease in value of the investment in the shares of Partner Communications Ltd.
2. The Bank's estimate regarding the expected net profit in the third quarter of 2011 constitutes forward-looking information. The assessment is based on data which has not been finalized, on preliminary information and on estimates regarding various factors relating to the Leumi Group, such as expenses due to credit losses and the value of the nostro investments. Also, information regarding the results of companies included on the equity basis has not yet been received. In light of the above, the financial results of the Leumi Group may be different from the assessments provided in this report.

Date and time at which the corporation first became aware of the matter being the subject of the report: 13 November 2011 Time: 17:50.

Name of Electronic Reporter: Menachem Schwartz, Position: Executive Vice President and Chief Accounting Officer
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***Bank Leumi'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.
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