

Translation of Immediate Report

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Public

Bank Leumi le-Israel B.M.

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

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

Immediate Report re Entity becoming an Interested Party in the Corporation by virtue of Holdings

Regulation 33(e) of the Securities Regulations (Periodic and Immediate Reports),
1970

1. Details of Holder:

- Name of Corporation: Companies in the Psagot Investment House Ltd. Group
- Name of Corporation in English: Psagot Investment House Ltd.
- Type of Identity Number: Registration number with the Israeli Registrar of Companies. Holder is a corporation
- Identity Number: 51376079
- Citizenship/Country of Incorporation or Registration: Israeli corporation
- Address: 14 Ahad Ha'am Street, Tel Aviv, Israel 65142
- The Holder serves as the representative of other joint shareholders for reporting purposes.
- Name of controlling shareholder in the Interested Party: Martin Halusa, Ian Martin Lloyd Jones, Niko Alexander Michael Hansen, Michael Roberts Phillips
- Identification number of controlling shareholder in the Interested Party: P2351651

2. Details of the Transaction whereby the Holder became an Interested Party in the Corporation:

- a. Name and Class of Security: Leumi.
- b. Registration number of security on the Tel Aviv Stock Exchange: 604611
- c. Date of the transaction: 30 April 2013
- d. Nature of the Transaction: Other increase

See Note 2 in section 5 of this Report.

- e. Number of Securities involved in the Transaction: 0
- f. Price of the Transaction: 0 Other: 0
- g. The shares are not dormant or convertible into dormant shares.

3. A. Holdings of the Interested Party following the Transaction:

Name, Class and Series of Security	No. of Security on Stock Exchange	Amount of Securities	Dormant	Percentage of Holdings		Percentage of Holdings (Fully Diluted)	
				Capital	Voting Rights	Capital	Voting Rights
Leumi	604611	100,207,101.90	No	6.80	6.80	6.80	6.80
Leumi Subordinated Capital Notes Series 200	6040141	100,371,900	No	0	0	0	0
Leumi Subordinated Capital Notes	6040158	39,183,660	No	0	0	0	0

B. The Holder is a member of an institutional reporting group. The following are the details of its holdings:

Holder	Name, Class and Series of Security	No. of Security on Stock Exchange	Amount of Securities	Dormant
Management companies of joint investment trust funds	Leumi	604611	69,278,130	No
Provident funds and provident fund management companies	Leumi	604611	27,903,974.90	No
Management companies of joint investment trust funds	Leumi	604611	3,024,997	No
Issuer of index-linked products and a corporation under its control	Leumi Subordinated Capital Notes Series 200	604141	37,196,265	No
Provident funds and provident fund management companies	Leumi Subordinated Capital Notes Series 200	604141	58,844,645	No
Management companies of joint investment trust funds	Leumi Subordinated Capital Notes Series 200	604141	4,330,990	No
Provident funds and provident fund management companies	Leumi Subordinated Capital Notes Series 201	604158	33,023,970	No
Management companies of joint investment trust funds	Leumi Subordinated Capital Notes Series 201	604158	6,159,690	No

4. The Interested Party does not hold shares or other securities of held company, with activity material to the reporting company's activity.

5. Additional details:
 1. The additional (indirect) shareholders in Psagot Investment House Ltd. are Messieurs: Ian Martin Lloyd Jones, (British) Passport No. 099021261, Niko Alexander Michael Hansen, (German) Passport No. 951583384, Michael Roberts Phillips, (Canadian) Passport No. BA523227.
 2. The bank was informed that on 30 April 2013, a transaction between Meitav Investment House Ltd. (hereinafter: "Meitav Investment House") and Psagot Investment House Ltd. (hereinafter: "Psagot Investment House") was completed. In this transaction, Psagot Investment House purchased all the issued and outstanding share capital of Meitav ETF Holdings Ltd. (the parent company of Meitav Negotiable Dollar Indebtedness, Ltd., Meitav Currencies Ltd., Meitav Foreign Currency Ltd., Meitav Quarterly Ltd., Meitav ETF Ltd. (hereinafter: "Meitav Exchange Traded Funds Group")) and of Ga'ash Market Activity Ltd., companies that are wholly controlled by Meitav Investment House, through which Meitav Investment House held and managed all the ETF activity of the Meitav Exchange Traded Funds Group. AS of the date of the completion of the transaction, the companies in the Meitav ETF Group were added to the reporting group of Psagot ETF.
 3. Note to section 4 – Data regarding the holdings of other shares and securities of the Bank's held companies with activity material to the Bank have not yet been received. Date and time at which the corporation first became aware of the event or matter: 6 May 2013 at 15:19.

6. The report was signed on behalf of the corporation, in accordance with regulation 5 of the Securities (Periodic and Immediate Reports), 1970, by Attorney Yael (Ben Moshe) Rudnicki, Secretary of the Bank and of the Group.

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