



15 November 2014

The Tel Aviv Stock Exchange
2 Ahuzat Bayit Street
Tel Aviv 6525216

Israel Securities Authority
22 Kanfei Nesharim Street
Jerusalem 95464

Dear Madam/Sir,

Re: Blackmail Incident at Leumi Card

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

1. This morning, the Israeli Police arrested a number of individuals, including former employees of the subsidiary - Leumi Card Ltd. ("Leumi Card"), who attempted to blackmail Leumi Card. Such concludes the blackmail incident which has been taking place for the last few days, while ensuring that no damage would be caused to customers or to Leumi Card.
2. The incident began a few days ago, upon receipt of an anonymous email message, in which the blackmailers demanded payment for the return of credit card details which they claimed were in their possession. Soon after receipt of the message, the Israeli Police and the Bank of Israel were updated.
3. Due to a publication prohibition order which was issued regarding the investigation, no details regarding the incident could be revealed.
4. As mentioned, no damage was caused to customers or to Leumi Card as a result of the incident.

Yours faithfully,

Bank Leumi le-Israel B.M.

By:

Prof. Daniel Tsiddon, Deputy CEO

Hanan Friedman, Chief Legal Advisor