

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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26 November 2013
Reference: 2013-01-203661

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

Immediate Report

Nature of the Event: Leumi Card – Financial Statements

Bank Leumi le-Israel B.M. announces that a subsidiary of the Bank, Leumi Card Ltd., today published its financial statements as at 30 September 2013.

The full financial statements will be published on the company's website, at:
<https://www.leumi-card.co.il/he-il/GeneralPages/Pages/FinancialReport.aspx>

See the attached Annex.

Date and time at which the corporation first became aware of the matter being the subject of the report: 26 November 2013 Time: 13:11.

The report was signed on behalf of the corporation, in accordance with regulation 5 of the Securities (Periodic and Immediate Reports) Regulations, 1970, by Ms. Tamar Yasur, Head of the Banking Division.

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.

The original Hebrew version is available on the distribution website of the Israel Securities Authority: <http://www.magna.isa.gov.il/>

Summarized Interim Consolidated Balance Sheet as at

Reported amounts

	<u>30 September 2013</u>	<u>30 September 2012</u>	<u>31 December 2012</u>
	<u>(Unaudited)</u>	<u>(Unaudited)</u>	<u>(Audited)</u>
	<u>NIS millions</u>	<u>NIS millions</u>	<u>NIS millions</u>
Assets			
Cash and bank deposits	74	60	42
Accounts receivable for credit card activity	9,302	8,776	8,780
Provision for credit losses	(71)	(72)	(72)
Accounts receivable for credit card activity, net	<u>9,231</u>	<u>8,704</u>	<u>8,708</u>
Investments in companies included on the equity basis	3	2	1
Equipment	194	190	190
Other assets	<u>56</u>	<u>60</u>	<u>59</u>
Total Assets	<u><u>9,558</u></u>	<u><u>9,016</u></u>	<u><u>9,000</u></u>
Liabilities			
Credit from banking corporations	1,865	1,618	1,596
Accounts payable for credit card activity	6,187	6,066	6,010
Other liabilities	<u>147</u>	<u>138</u>	<u>162</u>
Total liabilities	<u>8,199</u>	<u>7,822</u>	<u>7,768</u>
Contingent liabilities and special contractual relationships			
Shareholders' equity	<u>1,359</u>	<u>1,194</u>	<u>1,232</u>
Total liabilities and capital	<u><u>9,558</u></u>	<u><u>9,016</u></u>	<u><u>9,000</u></u>

Tamar Yassur – Chairman of the Board of Directors

Hagi Heller – CEO

Lea Shwartz – CFO, Chief Accountant

Date of approval of financial statements: 26 November 2013

Summarized Interim Consolidated Profit and Loss Statements

Reported amounts

	<u>For the three month period ending</u>		<u>For the nine month period ending</u>		<u>For the year</u>
	<u>30 September</u>	<u>30 September</u>	<u>30 September</u>	<u>30 September</u>	<u>ending</u>
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>	<u>31 December</u>
	<u>(Unaudited)</u>	<u>(Unaudited)</u>	<u>(Unaudited)</u>	<u>(Unaudited)</u>	<u>(Audited)</u>
	<u>NIS millions</u>	<u>NIS millions</u>	<u>NIS millions</u>	<u>NIS millions</u>	<u>NIS millions</u>
Income					
From credit card transactions	217	208	621	599	795
Net interest income	38	39	115	116	156
Other income	1	1	3	2	3
Total income	256	248	739	717	954
Expenses					
For credit losses	*	7	6	16	19
Operating	108	101	312	296	400
Sales and marketing	46	**45	126	**124	172
Management and general	9	**9	29	**30	43
Payments to banks	19	19	53	55	73
Total expenses	182	181	526	521	707
Profit before taxes	74	67	213	196	247
Provision for taxes on profit	21	18	60	54	69
Profit after taxes	53	49	153	142	178
Company's share in after-tax operating profits of companies included on equity basis	2	*	4	-	2
Net profit	55	49	157	142	180
Profit per ordinary share (in NIS):					
Basic and diluted earnings:					
Net profit	2.20	1.96	6.28	5.68	7.20
	Thousands	Thousands	Thousands	Thousands	Thousands
Weighted average of the number of shares used for calculating profit per share	25,000	25,000	25,000	25,000	25,000

* Amount is lower than NIS 1 million.

** Restated.

Summarized Interim Statements of Changes in Shareholders' Equity

Reported amounts

	<u>Fully paid share capital</u> NIS millions	<u>Premium on shares</u> NIS millions	<u>Capital fund from transactions with controlling share-holder</u> NIS millions	<u>Retained earnings</u> NIS millions	<u>Total share- holders' equity</u> NIS millions
For the three month period ending on 30 September 2013 (Unaudited)					
Balance as of 30 June 2013	26	355	33	890	1,304
Net profit for the period	-	-	-	55	55
Balance as of 30 September 2013	<u>26</u>	<u>355</u>	<u>33</u>	<u>945</u>	<u>1,359</u>

	<u>Fully paid share capital</u> NIS millions	<u>Premium on shares</u> NIS millions	<u>Capital fund from transactions with controlling share-holder</u> NIS millions	<u>Retained earnings</u> NIS millions	<u>Total share- holders' equity</u> NIS millions
For the three month period ending on 30 September 2012 (Unaudited)					
Balance as of 30 June 2012	26	355	33	731	1,145
Net profit for the period	-	-	-	49	49
Balance as of 30 September 2012	<u>26</u>	<u>355</u>	<u>33</u>	<u>780</u>	<u>1,194</u>

	<u>Fully paid share capital</u> NIS millions	<u>Premium on shares</u> NIS millions	<u>Capital fund from transactions with controlling share-holder</u> NIS millions	<u>Retained earnings</u> NIS millions	<u>Total share- holders' equity</u> NIS millions
For the nine month period ending on 30 September 2013					
Balance as of 31 December 2012 (Audited)	26	355	33	818	1,232
Dividend (Unaudited)	-	-	-	(30)	(30)
Net profit for the period (Unaudited)	-	-	-	157	157
Balance as of 30 September 2013 (Unaudited)	<u>26</u>	<u>355</u>	<u>33</u>	<u>945</u>	<u>1,359</u>

Summarized Interim Statements of Changes in Shareholders' Equity (cont)

	Fully paid share capital	Premium on shares	Capital fund from transactions with controlling share-holder	Retained earnings	Total share- holders' equity
	<u>NIS millions</u>	<u>NIS millions</u>	<u>NIS millions</u>	<u>NIS millions</u>	<u>NIS millions</u>
For the nine month period ending on 30 September 2012					
Balance as of 31 December 2011 (Audited)	26	355	33	678	1,092
Dividend (Unaudited)	-	-	-	(40)	(40)
Net profit for the period (Unaudited)	-	-	-	142	142
Balance as of 30 September 2012 (Unaudited)	<u>26</u>	<u>355</u>	<u>33</u>	<u>780</u>	<u>1,194</u>

	Fully paid share capital	Premium on shares	Capital fund from transactions with controlling share-holder	Retained earnings	Total share- holders' equity
	<u>NIS millions</u>	<u>NIS millions</u>	<u>NIS millions</u>	<u>NIS millions</u>	<u>NIS millions</u>
For the year ending on 31 December 2012 (Audited)					
Balance as of 31 December 2011	26	355	33	678	1,092
Dividend	-	-	-	(40)	(40)
Net profit for the accounting year	-	-	-	180	180
Balance as of 31 December 2012	<u>26</u>	<u>355</u>	<u>33</u>	<u>818</u>	<u>1,232</u>