

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
34 Yehuda Halevi Street, Tel Aviv 651316
Phone: 076-8858111, 076-889419; Facsimile: 076-8859732
Electronic Mail: Livnat.Ein-Shay@bll.co.il

10 June 2018
Reference: 2018-01- 049353

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

Immediate Report

Nature of Event: Appeal of Decision in a Class-Action Lawsuit

See [106_isa.pdf](#)

Date and time at which the corporation first became aware of the matter being the subject of the report: 9 June 2018 Time: 23:00.

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>

Name of Electronic Reporter: David Raoul Sackstein, Position: Advocate, General Secretary
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10 June 2018

To:

Tel Aviv Securities Exchange
2 Ahuzat Bayit Street
Tel Aviv 652516

Israel Securities Authority
22 Kanfei Nesharim Street
Jerusalem 95464

Dear Sir or Madam:

re: **Appeal Against a Decision to Strike a Motion for Approval of Class Action Lawsuit**

Bank Leumi le-Israel Ltd. (hereinafter: "the Bank") is pleased to report as follows:

1. Note 10b.1. 5.1 of the Bank's Financial Statements as of 31 March 2018, published on 24 May 2018 (Reference No. 2018-01-042177) presented information regarding a motion for approval of a class action lawsuit that had been filed on 15 May 2017 against the Bank (parallel to other lawsuits being conducted against other banks, and to a lawsuit with an identical cause of action that had been filed against the Bank on 12 February 2017 and which is pending). According to the petitioners, the Bank fails to classify **certain** businesses as "small businesses" and consequently, unlawfully charges them with fees that are not in accordance with the list of fees that apply to a small business. The scope of the alleged damage was estimated by the petitioner as being, for all petitioners together, in the amount of some NIS 426 million.
2. On 17 April 2018, the Tel Aviv Regional Court issued a decision striking the motion for approval as a class action that had been filed on 15 May 2017. The Court held that the suit that would continue to be conducted against the Bank would be the one **related to** the motion to approve a class action that had been filed on 12 February 2017, in which the alleged damage amount was NIS 100 million. On 31 May 2018, the petitioners filed an appeal against this decision to the Supreme Court.

Sincerely,

Bank Leumi le-Israel Ltd.

by

Irit Roth, Chief Legal Adviser