

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

27 February 2018
Reference: 2018-01- 019495

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

Immediate Report

Nature of Event: Approval of Settlement Arrangement

See [270218 isa.pdf](#)

Date and time at which the corporation first became aware of the matter being the subject of the report: 26 February 2018 Time: 18:00.

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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27 February 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: **Approval of Settlement Arrangement in a Motion to Approve a Class Action Lawsuit**

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

1. Note 26.C.1.3.1.I of the Bank's Financial Statements as of 31 December 2016, published on 30 March 2017 (Reference No. 2017-01-033063) presented information regarding a motion for approval of a class action lawsuit, which was filed against the Bank in connection with the inactive accounts. According to the petitioner, the overall amount of the damage for the members of the class could not be estimated.
2. On 26 February 2018, the Tel Aviv District Court approved a settlement arrangement reached by the parties with regard to the lawsuit. According to the arrangement, the Bank will pay a total amount valued at some NIS 4 million to the members of the class for interest and linkage increments (not including attorney's fees and compensation for the petitioners), and interest and linkage increments will also be paid to class member customers who withdraw their deposits in the future, in accordance with the terms of the arrangement. The lawsuit was thus concluded.

Sincerely,

Bank Leumi le-Israel Ltd.

by

Irit Roth, Chief Legal Adviser