



Translation of Immediate Report

Bank Leumi le-Israel B.M. (hereinafter: the "Bank")

July 9, 2024

To
The Tel Aviv Stock Exchange Ltd.
www.maya.tase.co.il

To
The Israel Securities Authority
www.magna.isa.gov.il

Re: Valuation of Valley National Bancorp ("Valley") Shares in Leumi's Financial Statements

The Bank reports as follows:

As detailed in Note 15 to the financial statements of the Bank as of 31 December 2023 which were published on 19 March 2024 (Ref: 2024-01-027747), the Bank's investment in the shares of Valley, is recorded in the Bank's financial statements on the balance sheet value basis.

In light of decreases in Valley's share price since the beginning of 2024, the Bank examined the need for a depreciation in the value of the investment in Valley as recorded in the Bank's financial statements.

Based on the preliminary evaluations and estimates, the Bank expects that a depreciation will be recorded, and that the affect of the investment in Valley on the results of the second quarter of 2024, is a decrease in the net profit of the Bank in the amount of some NIS 550 million, after tax.

This estimate will be re-examined by the date of publication of the financial statements for the second quarter of 2024, if new indications are discovered which point to the fact that the devaluation is of a temporary nature.

Based on preliminary evaluations, this depreciation is expected to decrease the net profit of the Bank for the second quarter by some 25-30%. The said depreciation is not expected to have a material affect on the Bank's regulatory capital adequacy.

It is clarified that the above figures constitute estimates only, which are based on non-final data, since not all data used in the preparation of the second quarter 2024 financial statements have been conclusively verified and the review of the Bank's independent auditors has yet to be finalized. Therefore, the abovementioned figures may be subject to change, with the final outcome being different than the abovementioned estimate.

The information contained in this report constitutes forward-looking information, as defined by the Securities Law, 1968, which is based, inter alia, on assessments and estimates of the Bank as at the date of this report, and may therefore be subject to changes (including material changes), inter alia as a result of completing the gathering of the data and their review.

Respectfully,

Bank Leumi le-Israel B.M.

By:

Hagit Argov, CFO

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/>