

Translation of Immediate Report

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Public

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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29 March 2018

Reference: 2018-01-033319

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

Immediate Report

Nature of Event: Service Agreement with Bank Igud

See Annex attached hereto [2932018_isa.pdf](#)

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Date and time at which the corporation first became aware of the matter being the subject of the report: 29 March 2018 Time: 14:59.

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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29 March 2018

To

Tel Aviv Stock Exchange
Ahuzat Bayit Street 2
Tel Aviv 6525216

To

Israel Securities Authority
Kanfei Nesharim Street 22
Jerusalem 95464

Dear Sir or Madam:

**Re: Agreement Regarding Computerization and Operations Services For
Bank Igud Le-Israel Ltd. (“Bank Igud”)**

Bank Leumi le-Israel Ltd. (hereafter: "the **Bank**" or "**Bank Leumi**") is pleased to announce the following:

The “Significant Agreements” chapter of the Bank’s Financial Statements as of 31 December 2017, published on 6 March 2018 (Reference No. 2018-01-021430), describes a contract for the provision of computerization services for Bank Igud.

Pursuant to the talks held with Bank Igud in light of the transaction for the purchase of Bank Igud by Bank Mizrachi T’fachot Ltd., on 29 March 2018, Bank Igud’s board of directors approved the offer made by Bank Leumi. The offer involved the extension of the separation period (as provided in the agreement for the provision of computerization and operation services, between Bank Leumi and Bank Igud) for a period of up to an additional 18 months, meaning until, at the latest, 30 June 2021, provided that if Bank Igud asks to have the separation period end earlier than the said date, it will give advance notice of at least 24 months. A regulatory restriction applicable to the separation period will not exempt Bank Igud from its obligation to pay Bank Leumi for the cost of the services for the 24-month period starting from the date of the notice. The extension of the contractual relationship will require the approval of the Director-General of the Israel Antitrust Authority and of the Supervisor of Banks.

Sincerely,

Bank Leumi le-Israel Ltd.

by

Hanan Friedman, Head of the Strategy and Regulation Division