

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

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Electronic Mail: Livnat.Ein-Shay@bll.co.il

8 May 2018
2018-01-045655

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

Immediate Report

Nature of Event: Negotiations for sale of holdings in Avgol

See attached Annex [8518 isa.pdf](#)

The company is not an envelope company as defined in the Stock Exchange by-laws.

Date and time at which the corporation first became aware of the matter being the subject of the report: 8 May 2018 Time: 06:40.

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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8 May 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: **Negotiations regarding the Sale of Leumi Partners' holdings in Avgol Industries**

Pursuant to this morning's announcement in the press, Bank Leumi le-Israel Ltd. (hereafter: "the Bank") is pleased to announce that negotiations are being conducted regarding the sale of all of the holdings of Leumi Partners, a Bank subsidiary, in Avgol Industries 1953 Ltd.

At this stage, the negotiations have not yet matured, and there is no certainty that they will reach the level of a binding agreement. Moreover, if such a transaction does develop into any agreements, the terms may be significantly different from those indicated in the above-mentioned article.

Sincerely,

Bank Leumi le-Israel Ltd.

by

Mr. Ronen Agassi, Head of the Capital Markets Division

Attorney Irit Roth, Chief Legal Advisor