

April 16 2019

To:

The Tel Aviv Stock Exchange (TASE)
2 Ahuzat Bayit Street
Tel Aviv 6525216

The Israel Securities Authority (ISA)
22 Kanfei Nesharim Street
Jerusalem 95464

Re: **Sale of Bank Leumi Romania**

Bank Leumi Le-Israel Ltd. (hereinafter: the "**Bank**") is hereby announcing as follows:

1. In an immediate report published by the Bank on February 20, 2019 (Ref. No. 2019.01-014836), the Bank reported it was holding negotiations for the sale of its holdings in Bank Leumi Romania (BLROM), and in this context - that it was granting an exclusivity period - for the purpose of conducting due diligence - to one of the parties interested in acquiring Bank Leumi Romania.
2. On April 16 2019, following the negotiations and the due diligence conducted, the Bank entered into an agreement with First Bank S.A., which is a Romania-based bank controlled by investment fund JC Flowers, for the sale of the Bank's holdings (about 99.9% of Leumi Romania's share capital) in Leumi Romania.
3. The completion of the transaction is contingent upon conditions precedent prescribed in the agreement, mainly obtaining the regulatory approvals required to execute the transaction.
4. The completed transaction is not expected to have a material effect on the Bank's financial results.

Sincerely,

Bank Leumi Le-Israel Ltd.

By:

Hanan Friedman, Head of Strategy, Innovation and Transformation

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/>