

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

11 December 2018
2018-01-120903

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

Immediate Report

Nature of Event: Bituach Yashir – Satisfaction of Condition Precedent

Reference Numbers of previous reports regarding the same matter: 2018-01-078282.

See attached Annex [Immediate Report Receipt of Permit for Holding 111218 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: 11 December 2018 Time: 15:43.

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: Livnat Libby Wilder, Position: Secretary of the Bank
34 Yehuda Halevi Street, Tel Aviv 6513616, Phone: 076-8859419, Facsimile: 076-8859732
Electronic Mail: livnat.ein-shay@bll.co.il

11 December 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: **Investment in Bituach Yashir Financial Investments Ltd. – Satisfaction of a Condition Precedent**

Bank Leumi le-Israel (hereafter: “the **Bank**”) is pleased to announce the following:

1. Pursuant to the Immediate Report dated 16 August 2018 (Reference No. 2018-01-078282) regarding the contract entered into by its subsidiary Leumi Partners Ltd. (hereafter: “**Leumi Partners**”), with Bituach Yashir – Financial Investments Ltd. (hereafter: “**Financial Investments**”), according to which Leumi Partners would purchase, through a private placement, the regular shares of Financial Investments with nominal value of NIS 1 per share, in consideration for all of Leumi Partners’ holdings in Mimun Yashir, from the Yashir Group (2006) Ltd. (hereafter: “**the Agreement**”) – the Bank received – on 11 December 2019, a permit from the Director of Capital Markets, Insurance and Savings at the Ministry of Finance, to hold shares in Financial Investments and in IDI Insurance Company Ltd. (hereafter: “**IDI**”).
2. Pursuant to the permit, the Bank’s holdings – both direct and indirect – in Financial Investments may not exceed 10%, provided that the direct and indirect holdings in IDI do not exceed 5%.
3. The completion of the transaction which is the subject of the Agreement and the allocation of the shares of Financial Investments to Leumi Partners will take place subject to the receipt of approval from the Tel Aviv Stock Exchange Ltd., regarding the listing for trading of the allocated shares, in accordance with the provisions of the Agreement.

Sincerely,

Bank Leumi le-Israel Ltd.

by

Mr. Ronen Agassi, Head of the Capital Markets Division