

## **Translation of Immediate Report**

T81  
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

34 Yehuda Halevi Street, Tel Aviv 651316

Phone: 076-8858111, 076-889419; Facsimile: 076-8859732

Electronic Mail: Livnat.EinShay@bll.co.il

Transmission Date: November 26 2019

Reference: 2019-01-102396

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

### **Immediate Report on Distribution of a Cash Dividend to Securities** **Regulation 37(A) to the Securities Regulations (Periodic and Immediate Reports), 1970**

1. We hereby report that on *November 26 2019* it was decided to pay a dividend to Company's securities.
2. The total dividend amount to be paid is: *NIS 305,933,920* \_\_\_\_\_.
3. The balance of the corporation's earnings as defined in Section 302 of the Companies Law, 1999 subsequent to the distribution, which is the subject matter of this report, is *NIS 25,128,000,000* \_\_\_\_\_.
4. The dividend distribution approval procedure

*The distribution was approved by the Board of Directors on November 26 2019.*

The abovementioned distribution was approved by the Court pursuant to Section 303 of the Companies Law *No*

5. Record date: *December 11 2019*  
Ex-dividend date: *December 11 2019*  
Payment date: *December 22 2019*

#### 6. Payment details

- ☒ Dividend distributed by an Israel resident company (for the composition of dividend sources and tax rates, see Section 7a).
- ☐ Dividend distribution by a Real Estate Investment Trust (REIT) (for the composition of dividend sources and tax rates, see Section 7c).

No. of eligible security	Security name	Dividend amount per one security	Dividend amount currency	Payment currency	Representative exchange rate for payment in respect of date	Individuals' tax %	Corporation tax %
604611	Leumi	0.2086590	NIS _____	NIS _____	_____	25	0

☐ Dividend distributed by a foreign resident company (for tax rates, see Section 7b)

Security number	Security name	Gross amount per one security	Amount currency	% of foreign tax	% of tax as per tax treaty	Balance of individuals' tax deductible in Israel	Balance of corporation tax deductible in Israel
1	_____	_____	_____	_____	_____	_____	_____
		Amount payable in Israel per one security	Payment currency	Representative exchange rate for payment in respect of date		Effective individuals' tax %	Effective corporation tax %
		_____	_____	_____		_____	_____

The dividend amount to be paid should be noted to seven decimal places for payments in NIS, and up to five decimal places for payments in other currencies. \_\_\_\_\_

Is the dividend amount per one security final **Yes**

The amount of dividend per one security is subject to changes due to \_\_\_\_\_

7. The following tax withholding rates are for the purpose of tax withholding by the Stock Exchange Members.

7a. Composition of sources of dividend distributed by an Israel resident company out of shares and financial instruments excluding a REIT.

	% of dividend	Individuals	Corporations	Foreign residents
Income subject to corporation tax(1)	100%	25%	0%	25%
Income earned abroad(2)	0	25%	23%	25%
Income from approved/benefited enterprise(3)	0	15%	15%	15%
Income of a benefited enterprise under the Ireland track until 2013(4)	0	15%	15%	4%
Income of a benefited enterprise under the Ireland track as from 2014(5)	0	20%	20%	4%
Preferred income	0	20%	0%	20%
Income of approved enterprise operating in the tourism/agriculture sector(6)	0	20%	20%	20%
Income of approved/benefited enterprise that issued a waiver notice(7)	0	15%	0%	15%
Distribution classified as a capital gain	0	25%	23%	0%
Distribution by a participation unit	0	0	0	0
Other	0	0	0	0

Explanation:

- (1) Income subject to corporation tax – income from distribution of earnings or dividend out of income generated or accrued in Israel and received directly or indirectly from another body of persons that is subject to corporation tax.
- (2) Income earned abroad is income generated or accrued abroad and not taxed in Israel.
- (3) Including income from a benefited enterprise operating in the tourism sector, whose year of election/ activation is no later than 2013.
- (4) Benefited enterprise under the Ireland track, whose year of election is no later than 2013.
- (5) Benefited enterprise under the Ireland track, whose year of election is 2014 and thereafter.
- (6) Including income from a benefited enterprise operating in the tourism sector, whose year of election/ activation is 2014 and thereafter.
- (7) An approved or benefited enterprise that issued a waiver notice through June 30 2015, after deducting corporation tax therefrom.

7b.Dividend distributed by a foreign resident company

	Individuals	Corporations	Foreign residents
Dividend distributed by a foreign resident company	25%	23%	0%

7c.Dividend distributed by a REIT

	% of dividend	Individuals (1)	Companies	Foreign resident companies	Exempted mutual fund	Provident fund(2)
From land betterment, capital gain and depreciation (3)	_____	25%	23%	23%	0%	0%
Other taxable income (such as rent)	_____	47%	23%	23%	23%	0%
From income-generating residential real estate for renting-out purposes	_____	20%	20%	20%	0%	0%
Income in respect of which tax was deducted by the REIT(4)	_____	25%	0%	25%	0%	0%
Extraordinary income	_____	70%	70%	70%	60%	70%
Other	_____	_____	_____	_____	_____	_____
Weighted percentage of tax withheld	100%	_____	_____	_____	_____	_____

- (1) Individuals – including income of a taxable mutual fund, individuals who are foreign residents.
- (2) Pension or severance pay provident fund as defined in the Income Tax Ordinance and provident fund or foreign pension fund which is a resident of a reciprocating country.
- (3) From land betterment or capital gain, except for income from sale of land held for a short period, and income equal to the amount of depreciation expenses.
- (4) Distribution out of income in respect of which tax was deducted by the fund pursuant to Section 64A4(e).

8. Number of the corporation's dormant securities not eligible for dividend payment, in respect of which a letter must be issued waiving receipt of the dividend 58,336,237.

9. The impact of dividend distribution on convertible securities:

- ☐ The company does not have convertible securities.  
☒ The dividend distribution does not impact the convertible securities.  
☐ The impact of dividend distribution on the convertible securities is as follows:

Security name	Security number	Notes
_____	_____	_____

10. Directors' recommendations and decisions in connection with dividend distribution pursuant to Regulation 37(A)(1) to the Securities Regulations (Periodic and Immediate Reports), 1970:

\_\_\_\_\_

Note to Sections 6 and 8:

*The dividend amount per one security is based on issued capital of 1,524,527,267 ordinary shares of NIS 1 par value each net of 58,336,237 dormant shares included in the Bank's capital and acquired as part of the Bank's buyback plans executed in 2018 and 2019 (see immediate reports of November 22 2018, reference number 2018-01-112947 and November 21 2019, reference no. 2019-01-100803).*

Reference numbers of previous documents on this subject (this reference does not constitute inclusion by way of reference):

Date on which the format of this form was updated: *October 29 2019*

**Note: English translations of Immediate Reports of Bank Leumi are for convenience purposes only. In case of any discrepancy between the English translation and the Hebrew original, the Hebrew version shall 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 Ein-Shay (Adv.), Position: Secretary  
34 Yehuda Halevi St., Tel Aviv 61000, Phone: 076-8859419, Facsimile: 076-8859732  
Electronic Mail: [Livnat.Ein-Shay@bll.co.il](mailto:Livnat.Ein-Shay@bll.co.il)