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

> 23 December 2018 Reference: 2018-01- 125301

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

Immediate Report

Nature of Event: Leumi Card - Financial Sanction

See Immediate Report Sanction Leumi Card 23122018_isa.pdf

Date and time at which the corporation first became aware of the matter being the subject of the report: 23 December 2018 Time: 12:36.

Name of Electronic Reporter: David Raoul Sackstein, Position: Advocate, General Secretary Yehuda Halevi Street 34, Tel Aviv 6513616, Phone: 076-8857984, Facsimile: 076-8859732 Electronic Mail: <u>david.sackstein@bankleumi.co.il</u>

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/

23 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: Leumi Card - Financial sanction

Bank Leumi le-Israel Ltd. (hereinafter: "the Bank") is pleased to report as follows:

On 23 December 2018, the subsidiary – Leumi Card Ltd. (hereafter: "the **Company**") received a notice from the Supervisor of Banks concerning a a financial sanction in the amount of NIS 1,500,000. The financial sanction is for a violation of Section 5(c) of the Banking Law (Customer Service) 5741-1981, arising from the non-attachment of the warning required by law to two company publications.

Sincerely,

Bank Leumi le-Israel Ltd.

by

Hanan Friedman

Head of the Strategy and Regulation Division