

Translation of Immediate Report

T125
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: David_S@bll.co.il

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

Supplementary report to a report filed on January 10 2022 - Ref. No.: 2022-01-005353

Key details that were added/supplemented: *Further to the rating action report of January 10 2022, Midroog assigns an Aaa.il rating with a stable outlook to Series 179 Bonds at the total amount of up to NIS 1.5 billion par value that will be issued by way of series expansion in lieu of NIS 1 billion par value that was previously rated.*
The rating details are described in the attached file.

**Immediate Report of Rating of Bonds/Rating of a Corporation,
or Withdrawal of Rating**

On January 10 2022, Midroog published the following:

Rating report/notice: *Up to date*

1. Rating report or notice

Rating of the corporation: _____

Comments/Nature of Notice: _____

Rating history for the 3 years preceding the date of the rating/notice:

Date	Subject of Rating	Rating	Comments/ Nature of Notice

Explanation: As part of the rating history, one should only provide the details of the rating history of the rating agency which is the subject matter of the immediate report.

Rating of the corporation's bonds:

Security name & type	TASE Security No.	Rating agency	Current rating	Comments / nature of notice
<i>Bonds Series 179</i>	<i>6040372</i>	<i>Midroog</i>	<i>Midroog___ Aaa.il stable ___</i>	<i>Affirmation of rating _____</i>

Rating history in the 3 years prior to the rating/notice date:

Security name & type	TASE Security No.	Date	Type of rated security	Rating	Comments / nature of notice
<i>Series 179 Bonds</i>	<i>6040372</i>	<i>October 6 2021</i>	<i>Senior unsecured bonds</i>	<i>Midroog___ Aaa.il stable ___</i>	<i>Affirmation of rating _____</i>
<i>Series 179 Bonds</i>	<i>6040372</i>	<i>September 30 2020</i>	<i>Senior unsecured bonds</i>	<i>Midroog___ Aaa.il stable ___</i>	<i>Affirmation of rating _____</i>
<i>Series 179 Bonds</i>	<i>6040372</i>	<i>August 13 2019</i>	<i>Senior unsecured bonds</i>	<i>Midroog___ Aaa.il stable ___</i>	<i>Affirmation of rating _____</i>

Explanation: As part of the rating history, one should only provide the details of the rating history of the rating agency which is the subject matter of the immediate report.

Attached is the rating report: [Midroogupdated_sanitized_isa_pdf](#)

Details of signatories authorized to sign on behalf of the corporation:

Name of signatory	Title	other
<i>Omer Ziv</i>	<i>Head of Finance and Accounting Division</i>	

In accordance with Regulation 5 of the Securities Regulations (Periodic and Immediate Reports), 1970, a report filed pursuant to these regulations shall be signed by the corporation's authorized signatories. For a staff position of this matter, see the Authority's website: [click here](#).

Midroog assigns an Aaa.il rating with a stable outlook to Series 179 Bonds at the total amount of up to NIS 1.5 billion that will be issued by way of expansion of a listed series in lieu of NIS 1 billion par value that was previously rated.

For information about the rating considerations, see immediate report of October 6 2021 (Ref. No. 2021-01-152409).

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

The securities of the corporation are listed for trading on the Tel Aviv Stock Exchange

Ticker: Leumi

Address: Yehuda Halevi Street 34, Tel Aviv 6513616, Tel: 076-8858111, 076-8859419. Facsimile: 076-8859732 Electronic Mail: David_S@bll.co.il company's website: www.leumi.co.il

Previous names of the reporting entity:

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

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/>

Bank Leumi Le-Israel BM

Rating Activity Update | January 2022

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Bank Leumi Le-Israel BM

Baseline Credit Assessment of the Bank (BCA)	aa1.il	
Long-term deposits / debentures	Aaa.il	Outlook Stable

Further to the rating report of January 10, 2022, Midroog is setting an Aaa.il rating with a stable outlook as part of the bond raising (by expansion of Series 179) in an amount of NIS 1,500 million par value, instead of NIS 1,000 million par value rated previously. The issue will be carried out by Bank Leumi Le-Israel BM.

For information about the rating considerations, you are referred to the monitoring report of October 2021 and the rating activity report of January 2022.

Related reports

[Bank Leumi Le-Israel BM - related reports](#)

[Bank Ratings - Methodology Report, September 2019](#)

[Banking System - Implication of the Crisis - Special Report - Sector Comment, April 2020](#)

[Table of Affiliations and Holdings](#)

[Midroog's Definitions and Rating Scales](#)

The reports are published on Midroog website www.midroog.co.il

General Information

Date of the rating report:	January 12, 2022
Date of previous rating update:	January 10, 2022
Pubication date of initial rating:	February 18, 2007
Rating initiated by:	Bank Leumi Le-Israel BM
Rating paid for by:	Bank Leumi Le-Israel BM

Information from the issuer

Midroog's rating is based, among other things, on information received from authorized parties at the Issuer.

Baseline Credit Assessment (BCA)

aaa.il	Issuers or issues rated aaa.il have, in Midroog's judgment, the highest internal or stand-alone (independent) financial strength relative to other local issuers, absent of possible external support from an affiliate company or the state.
aa.il	Issuers or issues rated aa.il have, in Midroog's judgment, very high internal or stand-alone (independent) financial strength relative to other local issuers, absent of possible external support from an affiliate company or the state.
a.il	Issuers or issues rated a.il have, in Midroog's judgment, high internal or stand-alone (independent) financial strength relative to other local issuers, absent of possible external support from an affiliate company or the state.
baa.il	Issuers or issues rated baa.il have, in Midroog's judgment, moderate internal or stand-alone (independent) financial strength relative to other local issuers, absent of possible external support from an affiliate company or the state, and could involve certain speculative characteristics.
ba.il	Issuers or issues rated ba.il have, in Midroog's judgment, weak internal or stand-alone (independent) financial strength relative to other local issuers, absent of possible external support from an affiliate company or the state, and involve certain speculative characteristics.
b.il	Issuers or issues rated b.il have, in Midroog's judgment, very weak internal or stand-alone (independent) financial strength relative to other local issuers, absent of possible external support from an affiliate company or the state, and involve certain speculative characteristics.
caa.il	Issuers or issues rated caa.il have, in Midroog's judgment, extremely weak internal or stand-alone (independent) financial strength relative to other local issuers, absent of possible external support from an affiliate company or the state, and involve very significant speculative characteristics.
ca.il	Issuers or issues rated ca.il have, in Midroog's judgment, extremely weak internal or stand-alone (independent) financial strength, absent of possible external support from an affiliate or the state, and are very near insolvency, with some prospect of recovery of principal and interest.
c.il	Issuer or issues rated c.il have, in Midroog's judgment, the weakest internal or stand-alone (independent) financial strength, absent of possible external support from an affiliate company or the state, and are usually insolvent with little prospect of recovery of principal and interest.

Note: Midroog uses numeric modifiers 1, 2 and 3 in each rating category from aa.il to caa.il. The modifier '1' indicates that the obligation ranks in the higher end of its rating category, which is denoted by letters. The modifier '2' indicates that it ranks in the middle of its rating category and the modifier '3' indicates that the obligation ranks in the lower end of that category, denoted by letters.

Unlike publications until now, Midroog is not publishing a rating outlook for Baseline Credit Assessment (BSA) in order to differentiate the BCA from the credit rating.

Local Long-Term Rating Scale

Aaa.il	Issuers or issues rated Aaa.il have, in Midroog's judgment, the highest creditworthiness relative to other local issuers.
Aa.il	Issuers or issues rated Aa.il have, in Midroog's judgment, very high creditworthiness relative to other local issuers.
A.il	Issuers or issues rated A.il have, in Midroog's judgment, high creditworthiness relative to other local issuers.
Baa.il	Issuers or issues rated Baa.il have, in Midroog's judgment, moderate creditworthiness relative to other local issuers, and could involve certain speculative characteristics.
Ba.il	Issuers or issues rated Ba.il have, in Midroog's judgment, weak creditworthiness relative to other local issuers, and they involve certain speculative characteristics
B.il	Issuers or issues rated B.il have, in Midroog's judgment, very weak creditworthiness relative to other local issuers, and they involve certain speculative characteristics.
Caa.il	Issuers or issues rated Ba.il have, in Midroog's judgment, weak creditworthiness relative to other local issuers, and they involve certain speculative characteristics
Ca.il	Issuers or issues rated Ca.il have, in Midroog's judgment, extremely weak creditworthiness compared to other local issuers, and are very near insolvency, with some prospect of recovery of principal and interest.
C.il	Issuers or issues rated C.il have, in Midroog's judgment, the weakest creditworthiness, and are usually insolvent with little prospect of recovery of principal and interest.

Note: Midroog uses numeric modifiers 1, 2, and 3 for each rating category from Aa.il to Caa.il. The modifier '1' indicates that the obligation ranks in the higher end of its rating category, which is denoted by letters. The modifier '2' indicates that it ranks in the middle of its rating category and the modifier '3' indicates that the obligation ranks in the lower end of that category, denoted by letters.

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