

Translation of Immediate Report

T121
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

March 9 2022
Reference: 2022-01-027670

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

Immediate Report

Nature of Event: *Revision of CET1 Capital Target*

Reference number of previous reports on the matter: _____,
_____.

Attached please find file [9322 isa.pdf](#)

The company is not an envelope company as that term is defined in the Stock Exchange bylaws.
Date and time at which the corporation first became aware of the event or matter: *March 8 2022,
at 15:00.*

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

Name of signatory	Title	other
Omer Ziv	Head of Finance and Accounting Division	

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](#).

Reference numbers of previous reports on the matter (do not constitute inclusion by way of reference): 2020-01-034294

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.mgna.isa.gov.il/>



March 9 2022

To

The Tel Aviv Stock Exchange Ltd.
2 Ahuzat Bayit St.
Tel Aviv 6525216

To

The Israel Securities Authority
2 Kanfei Nesharim St.
Jerusalem 95464

Dear Sir/Madam,

Re: **Revision of the CET1 Capital Target**

Bank Leumi le-Israel B.M. (hereinafter: the “**Bank**”) is pleased to report as follows:

1. Upon the commencement of the coronavirus crisis, the Banking Supervision Department announced a 1% reduction in the minimum capital targets applicable to banks, in accordance with the provisions of Proper Conduct of Banking Business Directive No. 250 published by the Banking Supervision Department on March 31 2020 (hereinafter: the “Temporary Order”).

On March 31 2020, the Bank of Israel published a circular entitled Adjustments to Proper Conduct of Banking Business Directives for Dealing with the Coronavirus Crisis (Temporary Order) (Directive No. 250) (hereinafter: the “Temporary Provision”). According to the temporary order, a banking corporation whose consolidated total assets constitute more than 24 percent of the Israeli banking system’s total assets must meet a CET1 capital to risk-weighted asset ratio of no less than 9 percent and the ratio of total capital to risk-weighted assets shall not fall below 12.5 percent (in lieu of 10 percent and 13.5 percent, respectively, prior to the circular’s publication). The directive applies to Leumi.

2. Attached hereby is a draft of the deeds of trust for the bonds (Series 184) and for the subordinated bonds (Series 405) (hereinafter jointly – the “**Deeds of Trust**”), together with a summary of the Issuance terms and conditions. Furthermore, attached hereby are the terms of the Securities and a summary of the Issuance terms and conditions applicable to the marketable securities (Series 1). It should be clarified that the wording of the attached Deeds of Trust, terms of the marketable securities (Series 1) and summary of the terms and conditions is merely a draft wording. The binding wording of the issuance’s documents shall be included in the shelf offering report, should such a report be published.
3. It should be emphasized that the execution of the issuance, its structure, scope, terms and timing have not yet been determined and are subject to the Bank’s discretion and to the existence, among other things, of suitable market conditions and receipt of all approvals required by law, including the approval of the Bank’s competent organs and the Stock Exchange’s approval of the listing of the Securities; as of the date of this report such approvals have not yet been received.
4. It is hereby clarified that this report does not create any obligation by the Bank to execute the Issuance, and nothing stated therein constitutes an offering to the public or an invitation to purchase the Bank’s securities.

Sincerely,



Bank Leumi le-Israel B.M.

Bosmat Ben Zvi, Head of the Capital Markets Division