

Translation of Immediate Report

T078
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

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

Immediate Report on an Entity which Has Become an Interested Party in the Corporation

Pursuant to Regulation 33(f) to the Securities (Periodic and Immediate Reports) Regulations, 1970

1. Details of the holder:

First name: _____

First name in English as it appears in the passport:

Last name/name of corporation: *Excellence Investment Ltd.*

Type of ID no.: Number in the Israeli Companies Register

✓ *The holder is a corporation*

ID no.: *520041989*

Nationality/country of incorporation or registration: *Incorporated in Israel*

Nationality/country of incorporation or registration: _____

Address: *Ef'al 25 Petah Tikva*

Does the holder serve as a representative for reporting purposes of several shareholders who hold securities of the corporation jointly with the holder: *Yes.*

Name of the controlling shareholder: *See note to Section 1 below*

ID No. of the controlling shareholder: *See below*

2. Details of the transaction following which the holder became an interested party in the corporation:

a. The nature of the transaction does not involve a transaction in securities _____

To the best of the Company's knowledge, and as disclosed to it, Phoenix Holdings and Excellence are interested parties in the Bank due to their joint holdings, including holdings of corporations under their control (directly and indirectly) of more than 5% of the Bank's share capital.

b. Name and type of security that was the subject of the transaction: Leumi

c. No. of security on the Stock Exchange: *604611*

d. Date of transaction: August 28 2019

e. Number of securities that are the subject of the transaction: 0

f. The price at which the transaction was carried out: 0 agorot

g. Are the shares dormant or convertible into dormant shares: *No*

h. Was the entire consideration paid on the change date: *Yes*

If the entire consideration was not paid at the change date, please indicate the date on which the payment was completed

3. A. Status of the interested party's holdings following the transaction:

| Name, type and series of the security | No. of security on the Stock Exchange | Quantity of securities | Dormant* | Holding rate | | Holding rate (fully diluted) | |
|---------------------------------------|---------------------------------------|------------------------|----------|--------------|-------------|------------------------------|-------------|
| | | | | % of equity | % of vote | % of equity | % of vote |
| Leumi | <i>604611</i> | <i>32,671,822.49</i> | No | <i>2.21</i> | <i>2.21</i> | <i>2.21</i> | <i>2.21</i> |
| Leumi Bonds, Series 179 | <i>6040372</i> | <i>34,746,570</i> | No | <i>0.00</i> | <i>0.00</i> | <i>0.00</i> | <i>0.00</i> |
| Leumi Bonds, Series 177 | <i>6040315</i> | <i>194,185,135</i> | No | <i>0.00</i> | <i>0.00</i> | <i>0.00</i> | <i>0.00</i> |
| Leumi Bonds, Series 180 | <i>6040422</i> | <i>84,149,708</i> | No | <i>0.00</i> | <i>0.00</i> | <i>0.00</i> | <i>0.00</i> |
| B.L.L. Subordinated Capital | <i>6040158</i> | <i>22,620,666</i> | No | <i>0.00</i> | <i>0.00</i> | <i>0.00</i> | <i>0.00</i> |

| | | | | | | | |
|--|---------|---------------|----|------|------|------|------|
| Notes, Series 201 | | | | | | | |
| Leumi Subordinated Bonds, Series N | 6040299 | 22,596,089.57 | No | 0.00 | 0.00 | 0.00 | 0.00 |
| B.L.L. Subordinated Capital Notes, Series 200 | 6040141 | 44,523,839 | No | 0.00 | 0.00 | 0.00 | 0.00 |
| Leumi Financing Subordinated Capital Notes, Series 300 | 6040257 | 27,614,729.52 | No | 0.00 | 0.00 | 0.00 | 0.00 |

- ☐ The holder is not a member of an institutional reporting group.
- ☐ The holder is not a member of an institutional reporting group, but serves as a senior executive who is not a CEO or a member of the board and is not an interested party by virtue of his holdings.
- ☐ The holder is a member of an institutional reporting group.

Below is a breakdown of the party's holdings:

| Holder | Name, type and series of the security | No. of security on the Stock Exchange | Quantity of securities | Dormant* |
|---|---|--|-------------------------------|-----------------|
| <i>Mutual Fund Management Companies</i> | Leumi | 604611 | 32,671,822.49 | No |
| <i>Mutual Fund Management Companies</i> | Leumi Bonds, Series 179 | 6040372 | 34,746,570 | No |
| <i>Mutual Fund Management Companies</i> | Leumi Bonds, Series 177 | 6040315 | 194,185,135 | No |
| <i>Mutual Fund Management Companies</i> | Leumi Bonds, Series 180 | 6040422 | 84,149,708 | No |
| <i>Mutual Fund Management Companies</i> | B.L.L. Subordinated Capital Notes, Series 201 | 6040158 | 22,620,666 | No |
| <i>Mutual Fund Management Companies</i> | Leumi Subordinated Bonds, Series N | 6040299 | 22,596,089.57 | No |
| <i>Mutual Fund Management Companies</i> | B.L.L. Subordinated Capital Notes, Series 200 | 6040141 | 44,523,839 | No |

Explanations

1. If the interested party holds more than one type of securities, the holding rates should be noted taking into account all the securities held by that party only in one of the rows.
2. Other securities, including other securities that are not listed for trading, should also be reported.
3. If the interested party is a subsidiary, the holdings of shares shall be split into shares purchased prior to the entry into force of the Companies Law, 1999 and shares purchased thereafter.
4. If the holder is no longer a member of an institutional reporting group, fill out Section 3A only. If the holder is a member of an institutional reporting group, fill out Sections 3A and 3B.
5. If the holder is a corporation wholly-owned (100%) by a single controlling shareholder, the name of the single controlling shareholder must be noted under "Name of holder" and the notes at the bottom of the form shall include the details of the corporation(s) through which the shares are held, accompanied by all other relevant information. On the other hand, if the interested party is a corporation held by more than one controlling shareholder, or by several controlling shareholders, note under "Name of holder" the name of the holding corporation and the notes at the bottom of the form shall include details of the controlling shareholders or interested parties holding the holder corporation.
6. Report of an Entity which Became a Material Holder of Means of Control in a Banking Corporation without a Control Core, Form T121.

* Please indicate if the shares dormant or convertible into dormant shares

- ☒ The interested party does not own shares or other securities in an investee company if its activity is material to the reporting corporation's activity.
- ☐ The interested party owns shares or other securities in an investee company, if its activity is material to the reporting corporation's activity, as detailed below:

Name of the investee company if its activity is material to the reporting corporation's activity:

Type of ID No.: _____

ID No.: _____

Country of incorporation or registration: _____ Country: _____

Nature of the relation with the reporting corporation: _____

Type of security: _____

No. of securities: _____

Quantity of securities: _____

Rate of holdings of all securities of the same type: _____%

Holding rate in equity: _____% Rate of the vote: _____%

5. Additional Information

Note to Section 1 - According to information provided to the Bank by the interested party, following are details of the controlling shareholders of the interested party:

Controlling shareholders of the Delek Group Ltd. - 60.77% - Mr. Yitzhak Tshuva (indirectly), ID No. 43480003.

Controlling shareholders of the Phoenix Holdings Group Ltd., Public Company No. 520017450 - 30.13% - Delek Group Ltd. Public Company No. 520044322.

10.32% - Meir Automobile & Trucking Company Ltd. Private Company No. 510485261.

Controlling shareholders of the Insurance Company Ltd. 520023185 - 100% Phoenix Holdings Ltd., Public Company No. 520017450.

Controlling shareholders of Excellence Investment Ltd. 520041989 - 100% (indirectly) Phoenix Holdings Ltd., Public Company No. 520017450.

The date and time in which the corporation first became aware of the event or matter: August 29 2019, 14:11

The report was signed on behalf of the corporation, in accordance with Regulation 5 of the Securities (Periodic and Immediate Reports), 1970, by Attorney Livnat Ein-Shay Wilder, Secretary of the Group and of the Bank.

Name of Electronic Reporter: Livnat Libby Wilder, Position: Secretary of the Bank
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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 will prevail.

The original Hebrew version is available on the distribution website of the Israel Securities Authority: <http://www.magna.isa.gov.il/>