

14 March 2019

To

Tel Aviv Stock Exchange
Ahuzat Bayit Street 2
Tel Aviv 6525216

To

Israel Securities Authority
Kanfei Nesharim Street 22
Jerusalem 95464

Dear Sir or Madam:

Re: Notice of results of issue based on the shelf offering report dated March 12, 2019

Pursuant to Section 30 of the Securities Law, 5728-1968, and the Securities Regulation (Notice of Results of Offering in a Prospectus), 5730-1969, the Bank is pleased to announce the results of an issue pursuant to the Bank's shelf offering report dated 12 March 2019 (Reference No. 2019-021520) (hereafter: "the **Shelf Offering Report**"), published pursuant to the bank's Shelf Prospectus dated 25 May 2019 (Reference No. 2018-01-042543). All the following expressions have the meaning given to them in the Shelf Offering Report.

1. Pursuant to the Shelf Offering Report, the Bank offered NIS 900 million nominal value of Subordinated Debentures (Series 403) to the public, which were offered in 18,000 units, with each unit including NIS 50,000 nominal value of Subordinated Debentures (Series 403) (hereafter: "the Series 403 Units"), bearing annual interest of 2.42%¹ through a tender for the unit price, which will not be less NIS 51,380 per unit – all as set out in the Shelf Offering Report.
2. The following are the results of the tender for the purchase of the Series 403 Units, held on March 13, 2019
 - 2.1 Eighty-two orders to purchase 15,540 Series 403 Units were received in the tender, of which 70 orders were from classified investors for the purchase of 15,289 Series 403 Units, in accordance with preliminary commitments given to the Bank, as described in the Shelf Offering Report.
 - 2.2 The uniform price per unit of the Subordinated Debentures (Series 403) established in the tender was NIS 51,390 (hereafter: "the **Uniform Price**").
 - 2.3 In accordance with the terms of the offering, 15,540 Series 403 Units were allotted, as follows:

¹ The interest rate for the first interest period of the Subordinated Debentures (Series 403) (which began on January 31, 2019 and will end on 27, 2 2020) is 2.60564%. The anchor interest rate established at the time of the first issue of the Subordinated Debentures is 0.03292%.

- 2.3.1 Seventy orders from classified investors for the purchase of 15,289 Series 403 Units, at the uniform price or higher – were completely filled.
- 2.32 Twelve orders for the public, for the purchase of 251 Series 403 Units, at the Uniform price or higher – were completely filled.
- 2.4 The Subordinated Debentures (Series 403) were issued without any discount.
- 3. The gross immediate consideration that was received by the Bank in the framework of the public offering amounted to NIS 798.4 million.
- 4. The Bank wishes to thank the investor public for its response to the offering.

Very respectfully,
Bank Leumi BM

Signed by Omer Ziv, Head of the Financial Division

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/>