

BANK LEUMI LE-ISRAEL B.M.

RATING ACTION UPDATE | MAY 2025

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BANK LEUMI LE-ISRAEL B.M.

Baseline Credit Assessment (BCA)	aa1.il	
Long-term deposits and bonds	Aaa.il	Outlook: Stable
Subordinated bonds with contractual loss absorption mechanism	Aa2.il(hyb)	Outlook: Stable
Short-term deposits / CS	P-1.il	

Further to the rating action report of 20.05.2025, Midroog is assigning a rating of Aaa.il, with a stable outlook, to the expansion of 2 bond series (series 183 and 184), in a total scope of up to NIS 2,900 million face value, replacing the previously rated total scope of NIS 1,500 million face value. The issue will be carried out by Bank Leumi le-Israel B.M. (hereafter – "the Bank").

For information regarding the rating considerations, you are referred to the monitoring report of November 2024, and to the rating action report of May 2025¹.

Related reports

[Bank Leumi le-Israel B.M. – related reports](#)

[Bank rating – methodology report, September 2019](#)

[Impact of the war on the credit repayment capacity of issuers rated by Midroog – special report, October 2024](#)

[Promoting competition in the banking system – special report, February 2023](#)

[Guidelines for assessing environmental, social and corporate governance risks in the context of credit ratings – methodology report, February 2022](#)

[Table of affiliations and holdings](#)

[Midroog rating scales and definitions](#)

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

General information

Date of the rating report: 22.05.2025

Date of last rating update: 20.05.2024

Publication date of initial rating: 18.02.2007

Rating initiated by: Bank Leumi le-Israel B.M.

Rating paid for by: Bank Leumi le-Israel B.M.

Information from the issuer:

In its ratings, Midroog relies, among other things, on information received from authorized parties of the issuer.

¹ [The rating reports appear on the Midroog website.](#)

Baseline Credit Assessment (BCA) Rating Scale

aaa.il	Issuers or issues assessed as aaa.il demonstrate, according to Midroog's judgment, the highest internal or independent (standalone) financial strength relative to other local issuers, in the absence of any possibility of external support from a related company or the state.
aa.il	Issuers or issues assessed as aa.il demonstrate, according to Midroog's judgment, very high internal or independent (standalone) financial strength relative to other local issuers, in the absence of any possibility of external support from a related company or the state.
a.il	Issuers or issues assessed as a.il demonstrate, according to Midroog's judgment, high internal or independent (standalone) financial strength relative to other local issuers, in the absence of any possibility of external support from a related company or the state.
baa.il	Issuers or issues assessed as baa.il demonstrate, according to Midroog's judgment, moderate internal or independent (standalone) financial strength relative to other local issuers, in the absence of any possibility of external support from a related company or the state and they may have certain speculative characteristics.
ba.il	Issuers or issues assessed as ba.il demonstrate, according to Midroog's judgment, weak internal or independent (standalone) financial strength relative to other local issuers, in the absence of any possibility of external support from a related company or the state and they have speculative characteristics.
b.il	Issuers or issues assessed as b.il demonstrate, according to Midroog's judgment, very weak internal or independent (standalone) financial strength relative to other local issuers, in the absence of any possibility of external support from a related company or the state and they have significant speculative characteristics.
caa.il	Issuers or issues assessed as caa.il demonstrate, according to Midroog's judgment, extremely weak internal or independent (standalone) financial strength relative to other local issuers, in the absence of any possibility of external support from a related company or the state and they have very significant speculative characteristics.
ca.il	Issuers or issues assessed as ca.il demonstrate, according to Midroog's judgment, exceptionally weak internal or independent (standalone) financial strength relative to other local issuers, in the absence of any possibility of external support from a related company or the state and they are very near default with some prospect of recovery of principal and interest.
c.il	Issuers or issues assessed as c.il demonstrate, according to Midroog's judgment, the weakest internal or independent (standalone) financial strength, in the absence of any possibility of external support from a related company or the state and they are usually in default with remote prospects of recovery of principal and interest.

Note: Midroog uses numeric modifiers 1,2,3 in each one of the rating categories, from aa.il to caa.il. The modifier '1' indicates that the bond is at the upper end of the rating

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category to which it belongs, denoted by letters. The variable '2' indicates that it is in the middle of the rating category, while the variable '3' indicates that the bond is at the lower end of its rating category, denoted in letters.

Local Long-Term Rating Scale

Aaa.il	Issuers or issues rated Aaa.il demonstrate, according to Midroog's judgment, the highest credit repayment capacity relative to other local issuers.
Aa.il	Issuers or issues rated Aa.il demonstrate, according to Midroog's judgment, very high credit repayment capacity relative to other local issuers.
A.il	Issuers or issues rated A.il demonstrate, according to Midroog's judgment, high credit repayment capacity relative to other local issuers.
Baa.il	Issuers or issues rated Baa.il demonstrate, according to Midroog's judgment, moderate credit repayment capacity relative to other local issuers and they may have certain speculative characteristics.
Ba.il	Issuers or issues rated Ba.il demonstrate, according to Midroog's judgment, weak credit repayment capacity relative to other local issuers and they have speculative characteristics.
B.il	Issuers or issues rated B.il demonstrate, according to Midroog's judgment, very weak credit repayment capacity relative to other local issuers and they have significant speculative characteristics.
Caa.il	Issuers or issues rated Caa.il demonstrate, according to Midroog's judgment, extremely weak credit repayment capacity relative to other local issuers and they have very significant speculative characteristics.
Ca.il	Issuers or issues rated Ca.il demonstrate, according to Midroog's judgment, exceptionally weak credit repayment capacity relative to other local issuers and they are very near default with some prospect of recovery of principal and interest.
C.il	Issuers or issues rated Ca.il demonstrate, according to Midroog's judgment, the weakest credit repayment capacity and they are usually in default with remote prospects of recovery of principal and interest.

Note: Midroog uses numeric modifiers 1,2,3 in each one of the rating categories, from Aa.il to Caa.il. The modifier '1' indicates that the bond is at the upper end of the rating category to which it belongs, denoted by letters. The variable '2' indicates that it is in the middle of the rating category, while the variable '3' indicates that the bond is at the lower end of its rating category, denoted in letters.

Local Short-Term Rating Scale

P-1.il	Issuers rated Prime-1.il have, according to Midroog's judgment, very good ability to meet their short-term obligations relative to other local issuers.
P-2.il	Issuers rated Prime-2.il have, according to Midroog's judgment, good ability to meet their short-term obligations relative to other local issuers.
P-3.il	Issuers rated Prime-3.il have, according to Midroog's judgment, moderate ability to meet their short-term obligations relative to other local issuers.
NP.il	Issuers rated Not Prime.il do not belong to any of the Prime categories

The relationship between the long-term rating scale and the short-term rating scale

The following table details the long-term ratings corresponding to the short-term ratings, insofar as such long-term ratings exist².

Short-term rating	Long-term rating
	Aaa.il
	Aa1.il
	Aa2.il
Prime-1.il	Aa3.il
	A1.il
	A2.il
	A3.il
Prime-2.il	Baa1.il
	Baa2.il
Prime-3.il	Baa3.il
	Ba1.il, Ba2.il, Ba3.il
	B1.il, B2.il, B3.il
Note Prime	Caa1.il, Caa2.il, Caa3.il
	Ca.il
	C.il

² Short-term structured finance ratings are usually based on the short-term rating of the entity providing liquidity to the transaction or on an assessment of the cash flows available for repayment of the rated obligation.

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