
Bank House, 42 Rothschild Boulevard, Tel. 03-5196223, Fax: 03-5100316

To
Tel Aviv Stock Exchange
Via MAGNA

To
Israel Securities Authority
Via MAGNA

August 21, 2018

IN RE: OFFER FOR SALE OF STOCK TASE SHARES

Further to the immediate report published by the First International Bank of Israel Ltd. (hereinafter: "**the Bank**") on April 16, 2018 (reference no. 2018-01-038836) and the content of Note 5E of the quarterly financial statements of the Bank as at June 30, 2018 regarding the Bank's response to the purchase offer made by the Tel Aviv Stock Exchange Ltd. (hereinafter: "**TASE**") for the purchase of TASE member holdings (hereinafter: "**the purchase offer**") and the notice of acceptance by TASE of the Bank's offer to sell 15.4% of the TASE share capital held by the Bank group (hereinafter: "**the holdings for sale**") and further to the immediate report published by the Bank on June 14, 2018 (reference no.: 2018-01-057997) with regard to the consent of the Bank group to postpone the date for finalizing the transaction for the purchase of the holdings for sale to August 31, 2018, the Bank hereby respectfully notifies that on August 20th the TASE notice was received, whereby on 19.8.18 the Securities Authority decided to grant permits for holding the means of control in the TASE group to the purchasers designated in the notice and that the closing of the transaction is expected to take place next week. It is to be clarified that the finalization of the purchase is contingent on the closing of the transaction.

Sincerely,

The First International Bank of Israel Ltd.

Nachman Nitzan, Executive Vice President
Head of Chief Accountant Division

Aviad Biller, Adv.
Bank Secretary