

FIRST INTERNATIONAL BANK OF ISRAEL LTD.

Registrar Number: 520029083

To: Israel Securities Authority
www.isa.gov.il

To: Tel Aviv Stock Exchange Ltd.
www.tase.co.il

T078 (public)

Magna transmission date:
23/06/2021
Reference: 2021-01-106116

**IMMEDIATE REPORT ON AN ENTITY BECOMING AN INTERESTED PARTY IN
THE CORPORATION**

Regulation 33 (e)-(f) of the Securities (Periodic and Immediate Reports) Regulations,
5730 – 1970

1. Details of the holder:

First name: _____

First name in English as appearing in passport: _____

Last name / name of corporation: *הראל השקעות בביטוח ושירותים פיננסיים בע"מ*

Last name / name of corporation in English: *Harel Insurance Investments & Financial Services Ltd.*

Type of ID no.: *Number with the Registrar of Companies in Israel* The holder is a corporation

ID no.: *520033986*

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

Country of citizenship / incorporation or registration: _____

Address: *3 Abba Hillel, Ramat Gan*

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 in the interested party: *See section 5 below*

ID number of the controlling shareholder in the interested party: *In section 5 below*

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

- a. Nature of the transaction: Increase due to purchase on stock exchange
- b. Name and class of the security that was the subject of the transaction: *Ordinary shares of NIS 0.05 par value each*
- c. Stock exchange security registration number: *593038*
- d. Date of transaction: *22/06/2021*
- e. Quantity of securities that are the subject of the transaction: *82,168.15*
- f. The rate at which the transaction was carried out: *10,490.89 agorot* _____
- g. Are the shares dormant or convertible into dormant shares: *No*
- h. Was the entire consideration paid on the date of the change: *Yes*

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

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

Name, class and series of the security	Stock exchange security registration number	Quantity of securities	Dormant*	Holding rate		Holding rate (fully diluted)	
				% of equity	% of voting	% of equity	% of voting
<i>Ordinary shares of NIS 0.05 each</i>	<i>593038</i>	<i>5,026,535</i>	<i>No</i>	<i>5.01</i>	<i>5.01</i>	<i>5.01</i>	<i>5.01</i>

- b.
 - 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 officer other than a CEO or director 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, class and series of the security	Stock exchange security registration number	Quantity of securities	Dormant
<i>Nostro account</i>	<i>Ordinary shares of NIS 0.05 par value each</i>	<i>593038</i>	<i>311,930</i>	<i>No</i>
<i>Joint investment trust fund management companies</i>	<i>Ordinary shares of NIS 0.05 par value each</i>	<i>593038</i>	<i>1,153,890.60</i>	<i>No</i>
<i>Provident funds and provident fund management companies</i>	<i>Ordinary shares of NIS 0.05 par value each</i>	<i>593038</i>	<i>3,560,714.40</i>	<i>No</i>

Explanations:

1. If the interested party holds more than one class 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 trade, should also be reported.
3. If the interested party is a subsidiary, the holdings should be split into shares purchased before the Companies Law, 5759-1999 came into force and shares purchased after said law came into force.
4. Where the holder is not a member of an institutional reporting group, fill out Section 3a only. Where the holder is a member of an institutional reporting group, fill out Sections 3a and 3b.
5. If the interested party is a corporation wholly held (100%) by a single controlling shareholder, the name of the single controlling shareholder should be specified in the "holder's name" field and details of the corporation or the corporations through which the shares are held are to be provided in the notes at the bottom of the form, accompanied by any other relevant detail. Conversely, if the interested party is a corporation held by more than one controlling shareholder, or held by several interested parties, the name of the holding corporation should be specified in the "holder's name" field and details of the controlling shareholders or the interested parties that hold the holding corporation are to be provided in the notes at the bottom of the form.

6. A report regarding a material holder of means of control in a banking corporation without a control core is to be reported in the T121 report.

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

4.

- The interested party does not hold shares or other securities in an investee company, if its activity is material to the activity of the reporting corporation.
- The interested party holds shares or other securities in an investee company, if its activity is material to the activity of the reporting corporation, as specified below:

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

First International Issues Ltd.

Type of ID no.: *Registrar number*

ID no.: *513141879*

Country of incorporation or registration: *Incorporated in Israel* Country:

Nature of the connection to the reporting corporation:

Wholly owned subsidiary

Class of security: *Debenture (Series J)* Security number: *1160290*

Quantity of securities: *107,398,979*

Holding rate of total securities of the same class: *7.16%*

Holding rate of capital: *0%* Holding rate of voting power: *0%*

- 2 Name of the investee company if its activity is material to the activity of the reporting corporation:

First International Issues Ltd.

Type of ID no.: *Registrar number*

ID no.: *513141879*

Country of incorporation or registration: *Incorporated in Israel* Country: _____

Nature of the connection to the reporting corporation:

Wholly owned subsidiary

Class of security: *Subordinated promissory notes (Series V)*
Security number: *1138585*

Quantity of securities: *2,925*

Holding rate of total securities of the same class: *16.54%*

Holding rate of capital: *0%* Holding rate of voting power: *0%*

- 3 Name of the investee company if its activity is material to the activity of the reporting corporation:

First International Issues Ltd.

Type of ID no.: *Registrar number*

ID no.: *513141879*

Country of incorporation or registration: *Incorporated in Israel* Country:

Nature of the connection to the reporting corporation:

Wholly owned subsidiary

Class of security: *Subordinated promissory notes (Series W)*
Security number: *1142058*

Quantity of securities: *1,593*

Holding rate of total securities of the same class: *26.34%*

Holding rate of capital: *0%* Holding rate of voting power: *0%*

- 4 Name of the investee company if its activity is material to the activity of the reporting corporation:

First International Issues Ltd.

Type of ID no.: *Registrar number*

ID no.: *513141879*

Country of incorporation or registration: *Incorporated in Israel* Country: _____

Nature of the connection to the reporting corporation:

Wholly owned subsidiary

Class of security: *Subordinated promissory notes (Series Y)*
Security number: *1167030*

Quantity of securities: *1,977*

Holding rate of total securities of the same class: *32.95%*

Holding rate of capital: *0%* Holding rate of voting power: *0%*

- 5 Name of the investee company if its activity is material to the activity of the reporting corporation:

First International Issues Ltd.

Type of ID no.: *Registrar number*

ID no.: *513141879*

Country of incorporation or registration: *Incorporated in Israel* Country: _____

Nature of the connection to the reporting corporation:

Wholly owned subsidiary

Class of security: *Subordinated promissory notes (Series X)*
Security number: *1151000*

Quantity of securities: *1,287*

Holding rate of total securities of the same class: *25.57%*

Holding rate of capital: *0%* Holding rate of voting power: *0%*

- 6 Name of the investee company if its activity is material to the activity of the reporting corporation:

First International Issues Ltd.

Type of ID no.: *Registrar number*

ID no.: *513141879*

Country of incorporation or registration: *Incorporated in Israel* Country: _____

Nature of the connection to the reporting corporation:

Wholly owned subsidiary

Class of security: *Debentures (Series K)*

Security number: *1167048*

Quantity of securities: *13,969,537*

Holding rate of total securities of the same class: *4.12%*

Holding rate of capital: *0%* Holding rate of voting power: *0%*

5. Additional details:

With regard to section 1:

The controlling shareholders of Harel Insurance Investments and Financial Services Ltd. are: Yair Hamburger (ID card 007048671), Gideon Hamburger (ID card 007048663) and Nurit Manor (ID card 051171312). The holdings of the controlling shareholders in the Company is primarily through G.Y.N. Economic Consulting & Investment Management 2017, Limited Partnership (partnership number 550272587) – a partnership wholly owned and controlled by the controlling shareholders, which is held by them as limited partners, through private companies wholly owned by them.

With regard to section 3(b):

The holdings appearing under provident funds include the provident funds' direct holdings in a security (0 par value), holdings of the partnership "Israel Beta Shares Basket" ("the partnership") in the sum of 0 par value, as well as holdings of the partnership "Harel Amitim Shares Israel" ("the partnership") in the sum of 3,560,714.40 par value.

The partnerships are partnerships registered with the Registrar of Partnerships, and all holders of rights therein are companies included within the Harel Group's institutional reporting group. The partnerships themselves are not provident fund management companies. Pursuant to the partnership agreement between the holders of rights in the partnerships, the holding rate of the rights holders in the partnerships changes frequently, in accordance with a mechanism set in the partnership agreement. The holding rates in the partnerships, as at June 22, 2021, are as follows:

Harel Amitim Shares Israel Partnership: insurer - participant (35.50%); provident funds (64.50%).

Israel Beta Shares Basket Partnership: insurer - participant (0.00%); provident funds (100.0%).

With regard to section 2(f), "the rate at which the transaction was carried out", this is a weighted average of the number of buy - sale transactions executed on June 22, 2021.

6. The date and time when the corporation first learned of the event or matter 23/06/2021 at 13:15

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

	Name of signatory	Position
1	<i>Aviad Biller, Adv.</i>	<i>Company Secretary</i> _____

Explanation: According to Regulation 5 of the Securities (Periodic and Immediate Reports) Regulations, 5730-1970, a report filed pursuant to these regulations shall be signed by those authorized to sign on behalf of the corporation. The staff's position on this matter can be found on the Authority's website: [click here](#).

Reference numbers of previous documents on the matter (the citation does not constitute inclusion by way of reference):

The corporation's securities are listed for trade on the Tel Aviv Stock Exchange

Form structure revision date: 15/06/2021

Abbreviated name: FIBI

Address: 42 Rothschild, Tel Aviv 66883 Telephone: 03-5196223, 03-5196111 Fax: 03-5100316

E-mail: MAZKIR@FIBIMAIL.CO.IL Company website: www.fibi.co.il

Previous names of reporting entity:

Name of electronic reporter: Biller Aviad Position: Bank Secretary Name of employing company:

Address: 42 Rothschild, Tel Aviv 66883 Telephone: 03-5196223 Fax: 03-5100316 E-mail: biller.a@fibi.co.il