



March 28, 2022

For the attention of:
Israel Securities Authority
www.isa.gov.il

For the attention of:
The Tel-Aviv Stock Exchange Ltd.
www.tase.co.il

Re.: **Israel Discount Bank Ltd. (“the Bank”) – Immediate Report Regarding a Qualified Investors Auction Prior to a Shares Issuance**

Further to the Bank’s immediate report dated March 27, 2022 (reference no. 2022-01-035767) regarding the Bank’s decision to raise capital from the public by means of an issuance of the Bank’s registered ordinary shares, each having a par value of NIS 0.1 (“**the Shares**”), pursuant to a shelf offering report that the Bank intends to publish in accordance with the Bank’s shelf prospectus dated June 17, 2020 (reference no. 2020-01-062628), by means of a uniform public offering, the Bank hereby announces the results of the auction for qualified investors, as these are defined in Section 1 of the Securities Regulations (Manner of Offering Securities to the Public), 2007, which took place on March 28, 2022, as follows:

1. Within the framework of the auction, the qualified investors were offered shares by way of an auction on the unit price, with each unit consisting of 100 of the Bank’s ordinary shares.
2. Within the framework of the auction, subscriptions were received that included advance commitments for the purchase of 847,681 units in a total monetary scope of approx. NIS 1.7 billion, out of which the Bank accepted advance commitments for the purchase of 729,943 units at a unit price of not less than NIS 1,952, which will constitute the minimum price in the public offering of the Bank’s shares and for a total consideration of approx. NIS 1.4 billion.
3. It should be emphasized that the final unit price in the aforesaid auction will be set within the framework of the public offering that the Bank is to make, should this come about, pursuant to a shelf offering report by way of a uniform offering, in which the rest of the offerings terms and conditions will be prescribed.

It is clarified that the actual issuance of the Bank’s shares is subject to a shelf offering report being published by the Bank. Publication of the shelf offering report to execute the aforesaid issuance, the scope of said issuance, its timing, and the additional terms associated therewith are at the sole discretion of the Bank and are subject to receiving the necessary approvals to do so, including approval from the Tel-Aviv Stock Exchange Ltd. that, to date, has not yet been received. Accordingly, there is no certainty regarding the actual execution of the issuance, its scope, its date and its completion. The publication of this immediate report and/or the holding of the aforesaid auction for the qualified investors are not to be construed as creating any undertaking on the part of the Bank to raise capital as stated and the Bank may cancel the fundraising at any time at its sole discretion.

This report does not constitute an offer to the public to purchase securities of the Bank and securities should not be purchased pursuant thereto.

Yours sincerely,

Israel Discount Bank Ltd.

Signed by:

Assaf Pasternak, Executive Vice President, Head of Financial Markets Division

Barak Nardi, Executive Vice President, Head of Planning, Strategy and Finance Division