

בנק הפועלים בע"מ

**Bank Hapoalim B.M.**

Number with the Registrar: 520000118

Securities Authority Tel Aviv Stock Exchange Ltd. Tav 121 Transmitted via Magna 30/07/2018  
[www.isa.gov.il](http://www.isa.gov.il) [www.tase.co.il](http://www.tase.co.il) (Public) Reference: 2018-01-071617

**Immediate Report**

Explanation: This form should not be used when there is a form appropriate to the reported event.

**Results of an issue should be reported on Tav 20 and not on this form.**

**A report on the rating of bonds or the rating of a corporation should be filed under Form Tav 125.**

Nature of the Event: Application for a Derivative Action in connection with Credit to Dankner

Reference numbers of previous reports on the subject: \_\_\_\_\_

With reference to news reports that were circulated today in the media and further to the provisions of Section 3. 13. B. 8 of the Report of the Board of Directors and Board of Management of Bank Hapoalim B. M. ("the Bank") for the year 2017 (on page 143) pertaining to the application for a derivative action in May of 2015 in connection with credits in an alleged amount of NIS 150 million granted by the Bank to Tomahawk Investments Ltd. ("Tomahawk" and "the Proceeding in the Matter of Tomahawk"), a company controlled by Nochi Dankner, the Bank updates as follows: On 24<sup>th</sup> July, 2018 the applicant in the Proceeding in the Matter of Tomahawk filed an application with the District Court of Tel Aviv – Jaffa for the approval of an additional derivative action against the Bank and against 21 office holders (past and present) of the Bank on account of credits that were granted to Nochi Dankner (personally), in an alleged amount of NIS 95 million and as alleged by the applicant in breach of a duty of care by the office holders of the Bank in approving the aforesaid credit without collateral and without satisfactory actions for collection of the debt. The applicant estimates that Mr. Dankner will repay to the Bank NIS 35 million, and accordingly has set the amount of the derivative action at NIS 60 million. It is stated in the application that the loans that the Bank granted to Tomahawk only amount to NIS 50 million, and that the cumulative indebtedness of Nochi Dankner (personally and through Tomahawk) amounts to about NIS 150 million. Furthermore, the Bank updates that the mediation proceeding that took place between the parties to the Proceeding in the Matter of Tomahawk (which was mentioned on page 143 of the report for the year 2017 as aforesaid) ended without any results and an application was filed for the renewal of the proceedings in the court case.

Attached is a file \_\_\_\_\_

The company is not an enveloping company as defined in the TASE Rules and Regulations

The date and time when the corporation first learned of the event: 25/07/2018 at 18:00 hours.

Names of the Signatories on behalf of the Corporation:

Yael Almog, Chief Legal Adviser

Ronit Shapira, Secretary of the Bank

The reference numbers of the previous documents on the subject (any citation made does not constitute inclusion by way of reference):

The securities of the corporation are listed for trading on the Tel Aviv Stock Exchange

Date on which the structure of the form was updated: 01/07/2018

Abbreviated Name: Poalim

Address: POB 27, Tel Aviv 6100001 Telephone: 03-567 3800. 03-567 3333, Fax: 03-567 4576

Electronic Mail: [ronit.shapira@poalim.co.il](mailto:ronit.shapira@poalim.co.il) Company Website: <http://www.bankhapoalim.co.il>

Previous names of reporting entity:

Name of Electronic Reporter: Shapira Ronit, Her Job Title: Secretary of the Bank, Name of  
Employing Company:

Address: Yehuda Halevy 63, Tel-Aviv 6578109, Telephone: 03-567 3800 Fax: 03-567 4576,

Electronic Mail: [ronit.shapira@poalim.co.il](mailto:ronit.shapira@poalim.co.il)