



Discount completes a total capital raising of NIS 1,150 million in Upper Tier-2 Capital During Past Quarter
Total of NIS 1.5 billion raised since beginning of 2009

Discount Bank has raised NIS 702 million in Upper Tier 2 capital, and thus completed a total of over NIS 1,150 million in Upper Tier-2 Capital raising since April 2009.

Dorit Ben Simon, Senior Vice President and Head of the Finance Division: "We are most satisfied from the considerable trust that many institutional bodies expressed by participating in the issue. The series of offerings that the bank has executed since the beginning of this year has significantly strengthened the bank's capital base and will contribute to increasing our capital adequacy both in the short-term and the long-term".

The Upper Tier 2 capital is linked to the index and bears annual interest of 6.35%. The capital is rated A- (Negative Watch) by Standard & Poors Ma'alot Rating Company.

This Upper Tier 2 offering is in addition to the private placement of Hybrid Tier-1 capital of NIS 350 million, issued during the first quarter of the year. Total capital raised by the bank from the beginning of the year exceeds NIS 1.5 billion.

Immediate report
July 14, 2009