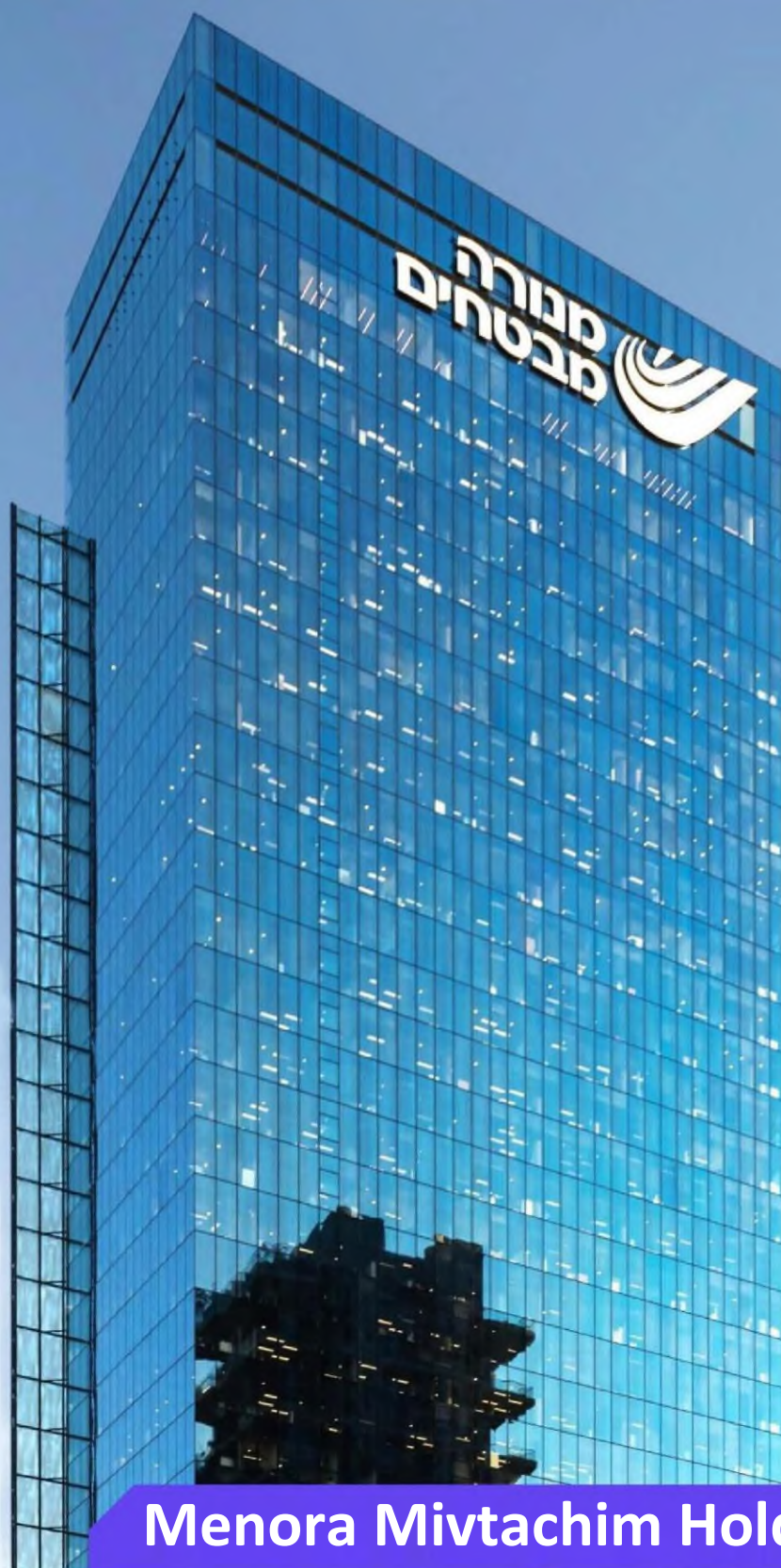




Menora Mivtachim Holdings Ltd.

Financial Statements

As of June 30, 2026

IMPORTANT

This document is an unofficial translation for convenience only of the Hebrew original of the June 30, 2026, financial report of Menora Mivtachim Holdings Ltd. that was submitted to the Tel-Aviv Stock Exchange and the Israeli Securities Authority on August 25, 2026.

The Hebrew version submitted to the TASE and the Israeli Securities Authority shall be the sole legally binding version.

Chapter A: Report of the Board of Directors

Chapter B: Report on the Effectiveness of Internal Control
over Financial Reporting and Disclosure

Chapter C: Financial Statements

Chapter D: Data from the Financial Statements Attributed
to the Company

Chapter A

Report of the Board of Directors

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Menora Mivtachim Holdings Ltd.

Report of the Board of Directors as of June 30, 2026

The following Report of the Board of Directors reviews the activity of Menora Mivtachim Holdings Ltd. (hereinafter - the **"Company"**) for the six-and three months ended June 30, 2026 (hereinafter - the **"Reporting Period"**). The report was prepared in accordance with the Securities Regulations (Periodic and Immediate Reports), 1970, assuming that the reader also has at his/her disposal the Company's full 2025 Periodic Report, which was published on March 30, 2026 (hereinafter - the **"Periodic Report"**).

With regard to the description of the businesses of the insurers consolidated in the Company's reports, the report was prepared pursuant to the Supervision of Insurance Business Regulations (Reporting), 1998, and in accordance with the circulars issued by the Commissioner of the Capital Market, Insurance and Savings Authority (hereinafter - the **"Commissioner"**).

1. Company description

1.1 The Company's shareholders

The Company is a publicly-traded company, whose shares are traded on the Tel Aviv Stock Exchange (TASE). The Company's principal shareholders are Palamas Establishment and Najaden Establishment (foreign corporations), which hold jointly in trust approx. 62.64% of the Company's shares for Mss. Niva Gurevitch and Tali Griffel, respectively. The foreign corporations awarded Ms. Tali Griffel and Ms. Niva Gurevitch powers of attorney to vote on behalf of each of them (respectively) at the Company's general meetings, and accordingly Ms. Tali Griffel and Ms. Niva Gurevitch are considered as the Company's controlling shareholders (hereinafter - the **"Controlling Shareholders"**). As of the report date, the Company's CEO, Mr. Ari Kalman, holds - through an employee trust company - approx. 2.75% of the Company's shares. The remaining Company shares are widely held.

1.2 The Company's areas of activity

As of the report date, the Company is engaged, through subsidiaries under its control, in all major insurance and savings subsegments, including long-term savings [which includes the pension and provident subsegments, life insurance policies with a savings component and investment contracts], P&C insurance [which includes motor insurance (compulsory and property) and other P&C insurance], and life and health insurance risks. Furthermore, via subsidiaries under its control, the Company engages in additional Credit Segment activities, such as providing undertakings for repayment of means of payment and the provision of retail credit (including mortgages), construction financing and credit activity, as well as financing for SMEs (small and medium-sized enterprises) and credit for real estate

(through an associate), as well as providing securities distribution services and underwriting undertakings and investments in real estate.

In addition, the Group holds a control stake and/or means of control in various insurance agencies, through Menora Mivtachim Agencies Ltd. (which is wholly-owned and controlled by the Company), and through subsidiaries of Shomera Insurance Company Ltd. (hereinafter - “**Shomera**”).

The Company presents and analyzes its operating results in accordance with the management approach, according to the following operating segments:

1. Long-Term Savings Segment: Includes pension and provident activity as well as life insurance policies and investment contracts with a savings component, including relevant riders.
2. Life and Health Insurance Risk Segment: Includes insurance policies without a savings component.
3. Property and Casualty Segment: Includes the Liability and Property subsegments.
4. Credit Segment: Includes business and consumer credit activity.
5. Non-segmented operation.

For details regarding the change in the manner in which the segments are presented, see Section 5.2 below.

For further details regarding the products and portfolios included in each sector, see Note 3 to the attached financial statements.

For details regarding the insurance sectors in which the Company operates, see Section 1.3 to the chapter entitled Description of the Corporation's Business in the Periodic Report.

2. Events and developments since the latest annual report

2.1 Operation Lion's Roar - implications and effects

On February 28, 2026, Operation Lion's Roar commenced - a joint military operation of the United States and Israel for the attack of targets in Iran. Concurrently, fighting against Hezbollah continues in the northern front. To the best of the Company's assessment, as of the report publication date, no material effect is expected on its activity, financial position or results in the medium term, but there is uncertainty regarding future effects mainly on financial markets, in view of the ongoing security developments. A temporary ceasefire entered into effect in April 2026 and has been extended from time to time.

2.2 Acquisition of ERN's remaining shares

On January 11, 2026, the Company's Board of Directors signed an agreement with S.A.B Ltd. (hereinafter - the **"Seller"**) and ERN Israel Ltd. (hereinafter - **"ERN"**) for the acquisition - by the Company - of ERN's remaining shares (30%), such that subsequent to the acquisition, the Company's holding stake in ERN is 100%. The abovementioned acquisition of shares was carried out in consideration for approx. NIS 234 million, at a Company value of approx. NIS 770 million.

It is noted that the agreement supersedes the existing agreements between the Company, the Seller and ERN and that the regulatory approvals required for the completion of the transaction have been received. The effect of the abovementioned in the Reporting Period is a decrease of approx. NIS 59 million in equity attributable to the Company's shareholders. For further details, see the immediate report dated January 12, 2026 (Ref. No.: 2026-01-004991).

2.3 Acquisition of Yesodot's shares

On January 27, 2025, Menora Mivtachim Insurance (hereinafter - **"Menora Insurance"**) and another Menora group subsidiary (hereinafter - the **"Investor"**) entered into an agreement with Yesodot A. Financial Support Ltd. (hereinafter - **"Yesodot"**) for the provision of subordinate credit facilities (hereinafter - the **"Agreement"**). Menora Insurance and the Investor undertook to advance to Yesodot credit facilities totaling NIS 200 million each, and the credit facility to be advanced by the Investor is convertible into 50.1% of Yesodot's shares; such conversion will result in assumption of control. Furthermore, the parties entered into a shareholder agreement, which will come into effect upon the execution of the conversion (if it is executed), comprising three mutual options (put and call), for a period of up to 4 years, at the end of which (if exercised) the Investor will hold 100% of Yesodot's shares. In April 2025, all the conditions precedent were met and accordingly the Agreement entered into force.

On January 5, 2026, an agreement was signed between the Investor and Yesodot for the conversion of a portion of the credit facility advanced by the Investor - totaling NIS 150 million - into 50.1% of Yesodot's shares, subject to the conditions precedent set in the Agreement. On February 25, 2026, the Company exercised the option into shares of Yesodot for NIS 40 million, such that subsequent to the exercise, the Company held 60.1% of Yesodot's shares. The effect of the above in the Reporting Period is a decrease of approx. NIS 202 million in equity attributable to the Company's shareholders and a NIS 50 million gain attributable to the Company's shareholders.

2.4 Rating reiteration

In January 2026, Midroog announced it was reiterating the rating of the Company's Bonds (Series C) at Aa2 with a stable outlook. For further details, see the immediate report dated January 29, 2026 (Ref. No.: 2026-15-010977).

2.5 Dividend distribution

In March 2026, the Company's Board of Directors declared the distribution of NIS 500 million in dividend. **For further details see immediate report dated March 30, 2026 (Ref. No.: 2026-01-029246)**

Regarding the dividend subsequent to the balance sheet date, see Section 15.4 below.

2.6 Dividend distribution by subsidiaries

In March 2026, the Boards of Directors of the subsidiaries Menora Insurance, Menora Mivtachim Pension and Menora Mivtachim Pension and Provident Funds, declared a dividend distribution to the Company totaling NIS 400 million and NIS 60 million (the Company's share - NIS 54 million), respectively. Regarding the dividend distribution subsequent to the balance sheet date, see Section 15.4 below.

2.7 Appointment of CEO for a subsidiary

In April 2026, Menora Mivtachim Pension and Provident Funds' Board approved the appointment of Mr. Eyal Elia as CEO of Menora Pension and Provident Funds as from July 2026, further to the request of the previous CEO - Mr. Itai Yaakov - to step down from his position.

2.8 Extension of ED's tenure

In May 2026, an extraordinary meeting of the Company was held, during which Ms. Orit Stav was reappointed for a further term of office as an ED and her compensation was approved. For further details, see the immediate report dated May 5, 2026 (Ref. No.: 2026-01-041189).

2.9 Appointment of Legal Counsel and Company Secretary

On June 8, 2026, the Company appointed Adv. Meir Levin as Chief Legal Counsel and Corporate Secretary of the Menora Group as of August 2026, following the retirement of Adv. Shimon Ir Shai, the outgoing Chief Legal Counsel.

2.10 Legal proceedings

For a description of legal and administrative proceedings, as well as regarding developments in the exposure to class actions and the approval of lawsuits which were filed against the Company and/or its consolidated companies, as class actions and other contingent claims, see Note 11 to the financial statements.

3. Capital requirements according to the solvency regime (in NIS thousand)

3.1 Solvency ratio and minimum capital requirement

A. Solvency ratio

Menora Insurance	As of December 31, 2025	As of December 31, 2024
	Audited*	Audited*
	NIS thousand	
Without taking into account the Provisions for the transitional provisions:		
Own funds for SCR purposes	8,806,507	7,627,026
Solvency capital requirement (SCR)	5,399,539	4,714,197
Surplus	3,406,968	2,912,829
Solvency ratio (%)	163.1%	161.8%
Effect of material equity transactions taken in the period between the calculation date and the publication date of the Solvency Ratio Report		
Capital raising	-	184,204
Own funds for SCR purposes	8,806,507	7,811,230
Surplus	3,406,968	3,097,033
Solvency ratio (%)	163.1%	165.7%
The Board's target for the period (%)	116.9%	115.0%
Excess capital over target	2,495,865	2,389,904
Meeting milestones taking into account the transitional provisions:		
Own funds for SCR purposes	9,077,805	7,885,190
Solvency capital requirement (SCR)	5,267,207	4,576,707
Surplus	3,810,598	3,308,483
Solvency ratio (%)	172.3%	172.3%
Effect of material equity transactions taken in the period between the calculation date and the publication date of the Solvency Ratio Report		
Capital raising	-	400,000
Own funds for SCR purposes	9,077,805	8,285,190
Surplus	3,810,598	3,708,483
Solvency ratio (%)	172.3%	181.0%

B. Minimum capital requirement (MCR)

	As of December 31, 2025	As of December 31, 2024
	Audited*	Audited*
	NIS thousand	
Minimum capital requirement (MCR)	1,429,800	1,377,444
Solvency capital requirement (SCR)	7,181,131	6,459,205

C. Solvency ratio

Shomera Insurance	As of December 31, 2025	As of December 31, 2024
	Audited*	Audited*
	NIS thousand	
Own funds for SCR purposes	854,109	700,676
Solvency capital requirement (SCR)	638,021	563,152
Surplus	216,088	137,524
Solvency ratio (%)	133.9%	124.4%
The Board's target for the period (%)	115.0%	113.0%
Excess capital over target	120,385	64,314

D. Minimum capital requirement (MCR)

	As of December 31, 2025	As of December 31, 2024
	Audited*	Audited*
	NIS thousand	
Minimum capital requirement (MCR)	233,612	212,286
Solvency capital requirement (SCR)	854,109	700,676

(*) The solvency ratio as of December 31, 2025 and as of December 31, 2024 were reviewed by the Company's independent auditors, in accordance with International Standard on Assurance Engagements (ISAE 3400) - The Examination of Prospective Financial Information. See Note 7 to the Consolidated Financial Statements and the Economic Solvency Ratio Report on the Company's website.

The Solvency Ratio Report was prepared on the basis of the terms and conditions and the best estimate as known to the companies as of the December 31, 2025.

The economic solvency ratio's results as of December 31, 2025 reflect the distribution of the dividend declared subsequent to the balance sheet date, where Menora Insurance included a NIS 400 million dividend which was approved by the Company's Board on March 29, 2026. It is emphasized that in January 2025, the Company distributed a NIS 250 million dividend, which was reflected in the solvency ratio as of December 31, 2024.

According to the Supervision of Financial Services Regulations (Provident Funds) (Minimum Own Funds Required from a Provident Fund or a Pension Fund's Management Company), 2012, and the circulars by virtue of the said regulations, as of the report date, Menora Mivtachim Pension and Provident Funds has excess capital of approx. NIS 699 million.

As of the approval date of the financial statements, all Group companies comply with the capital requirements which were set for them, as the case may be (see also Note 7 to the Financial Statements).

3.2 The Board's target for the period (in %)

As of 2018, the Boards of Directors of Menora Mivtachim Insurance and Shomera decided to set a “capital target” for the purpose of dividend distribution. The capital target constitutes an addition to the own funds in excess of the solvency capital requirement (SCR).

Over the years, Menora Insurance and Shomera revised the target capital and the manner in which it was achieved. As of the report date, Menora Insurance’s target capital will gradually and linearly increase as from the end of 2024 from 115% to 130% in 2032 (the end of its transitional period); during May 2026, Shomera’s Board approved an increase in the capital target from 113% to 115%.

It is hereby clarified that there is no certainty that the consolidated insurance companies will meet the target capital at each point in time.

For further details, see Section 8.2.1.2(d)-(e) to the Report on the Corporation's Business in the Annual Report and Note 7 to the Financial Statements.

3.3 Menora Insurance - Solvency ratio estimate as of March 31, 2026

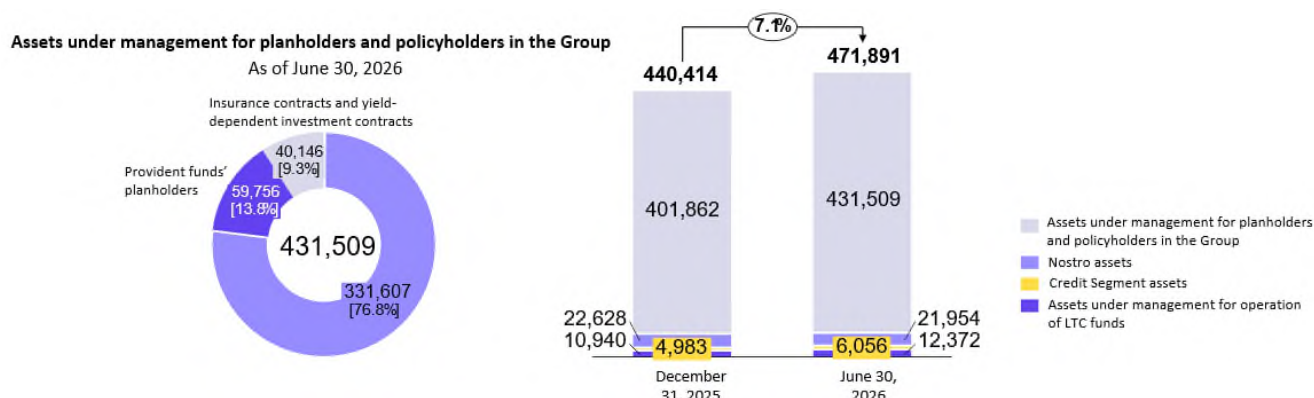
In accordance with Menora Capital Raising’s undertakings with respect to the Tier 1 Notes (Series J), Menora Insurance carried out an unaudited and unreviewed assessment - by the independent auditor - of the economic solvency ratio as of March 31, 2026 (hereinafter - the “**Assessment**”).

The Assessment was carried out in accordance with guidance applicable to Solvency II-based economic solvency regime.

It should be noted that the scope of the controls executed by the Company for the purpose of publishing the Estimate is reduced compared to those executed for the purpose of publishing the Solvency Ratio Report, which is published in accordance with the Commissioner’s guidance. In accordance with the solvency ratio estimate of Menora Insurance as of March 31, 2026, is approx. 173.2%, with the application of the provisions for the transitional period.

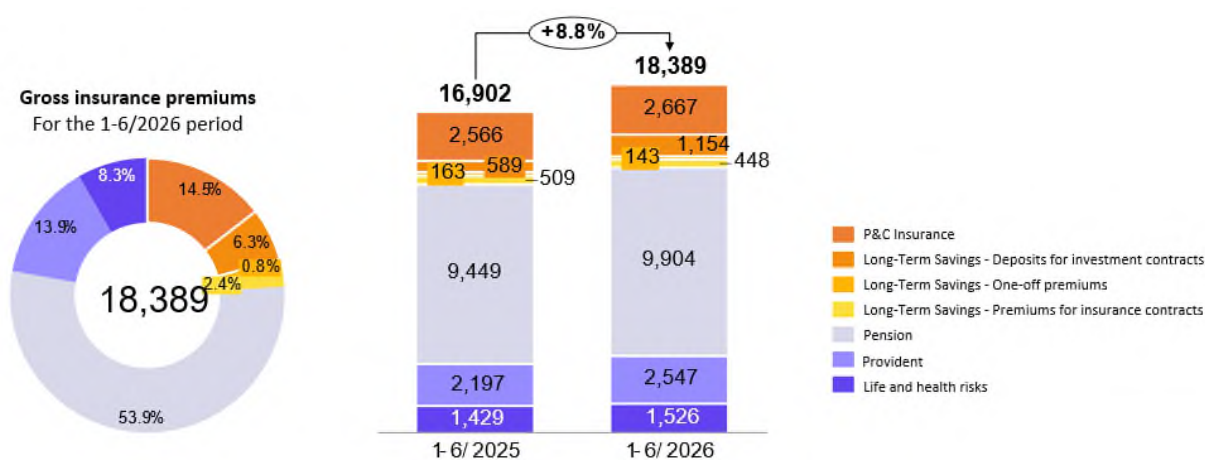
4. Assets under management, contributions toward benefits and premiums

4.1 Assets under management (in NIS million)

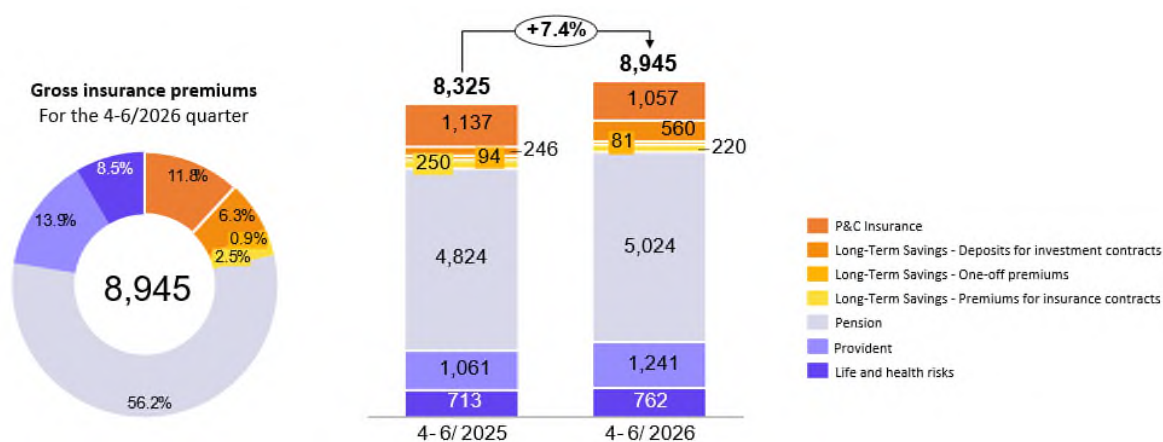


The consolidated financial statements do not include the assets under management in the pension funds and provident funds (except for guaranteed return provident fund tracks), asset of associates in the Credit Segment, as well as the assets under management with respect to the operation of long-term care funds.

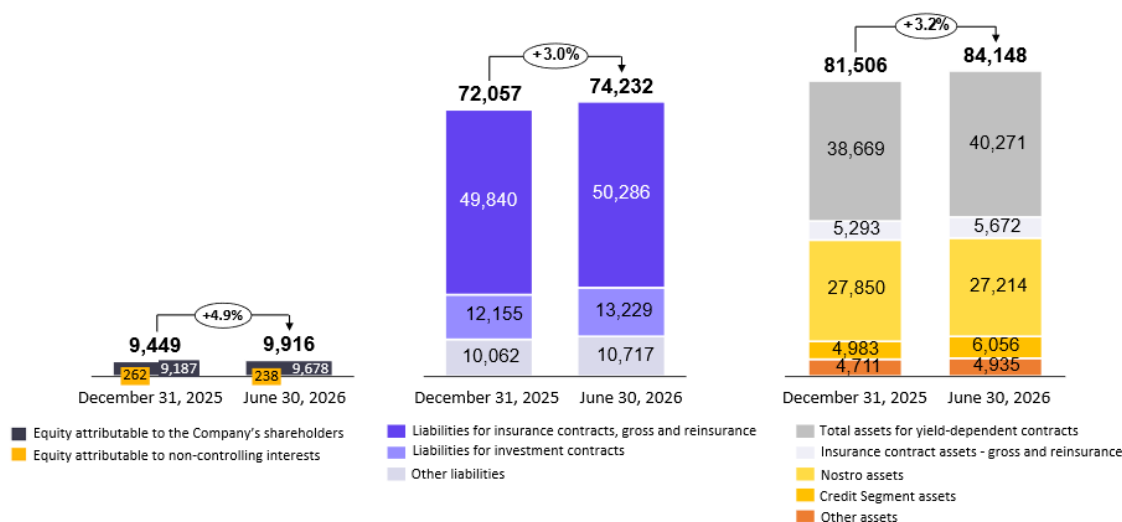
4.2 Contributions toward benefits and premiums in the Reporting Period (in NIS million)



4.3 Contributions toward benefits and premiums in the quarter (in NIS million)



4.4 Key data from the consolidated balance sheets (in NIS million)



The principal changes in assets and liabilities compared to December 31, 2025 arise from an increase in business activities, and mainly include an increase in assets under management and an increase in the Group's Credit Segment. In the Reporting Period, the equity attributable to the shareholders increased by approx. NIS 491 million.

4.5 Changes in equity

The equity attributable to the Company's shareholders amounted to approx. NIS 9,678 million as of June 30, 2026, compared to approx. NIS 9,187 million as of December 31, 2025. The change in equity is primarily due to comprehensive income for the period attributable to the shareholders totaling approx. NIS 1,249 million offset by a dividend distributed totaling approx. NIS 500 million, and the effect of completing the ERN and Yesodot acquisition transactions (see Sections 2.2 and 2.3 above and Notes 12B and C to the Financial Statements).

5. Operating results

The Reporting Period, the corresponding period last year and the second quarter of the reporting year and last year were characterized by positive returns, which were higher than the normative return (see Section 5.3 below). Furthermore, the effect of the shift in the interest rate curve and the illiquidity premium in the Reporting Period was negative whereas in the corresponding period last year and in the second quarter of the reporting year and last year the effect was positive. The Company recorded an improvement in adjusted income in all operating segments in the Reporting Period and in the second quarter compared to the corresponding periods last year. It is noted that the Credit Segment was previously presented under the Company's various operating segments; the comparative figures were restated accordingly.

5.1 Allocation of income and expenses to operating segments

As from the current Reporting Period, the Company has revised the presentation of the results of the operating segments such that certain revenues and expenses arising from assets held against capital are allocated to the operating segments in accordance with their relative share of the solvency capital requirement (SCR).

The revision was executed in accordance with the Commissioner's draft circular on the subject, following a reassessment of the manner of measurement and presentation of the segments' performance, due to, among other things, the application of the IFRS 17 and IFRS 9 and the changes to the financial reporting structure. In accordance with the management approach, the capital held by the Company is used to support the business activities, bear the risks inherent therein and comply with the regulatory capital requirements. Therefore, the returns and costs associated with capital constitute an integral part of the economic results of the operating segments and are included within performance evaluation and managerial decision-making.

The allocation of revenues and expenses is based on the relative share of each segment in the solvency capital requirements (BSCR), with insurance risk-weighted components allocated directly to the relevant segments and market risk-weighted components allocated in accordance with this key. The allocation rates are assessed and revised periodically or when a material change in circumstances has occurred.

The allocation includes investment income from capital assets, finance expenses pertaining to the sources of capital, and additional expenses associated with its management. Capital surpluses held in excess of the capital requirement for the activity are not allocated to the operating segments and continue to be presented separately at the Company level.

The change affects only the manner in which revenues, expenses, assets, and liabilities are allocated between the segments, and does not affect the Company's comprehensive income, equity, or cash flows. For the purpose of maintaining comparability, the comparative figures were restated in accordance with the revised methodology, alongside a disclosure as to the effect of the allocation and the composition of the net investment income allocated to the operating segments.

5.2 Revision of the Company's operating segments

As from the current Reporting Period, the Company has updated the presentation of its operating segments to align with an organizational change in the Group, under which savings products (pension, provident, life insurance savings plans, and investment contracts) are managed separately from life and health risk products. Comparative figures were restated accordingly. For details regarding the operating segments, see Section 1.2 above and Note 3 to the attached financial statements.

5.3 Comprehensive income from operating segments during the Reporting Period

The Company assesses all its results while separating the operating results of the business activities from the operating results of the financial activity and special effects.

In measuring the business activity results (including nostro activity which non-segmented) (hereinafter - "**adjusted income**"), the Company:

- (1) Imputation of a normative real return of 4%¹ (annualized) plus the consumer price index (CPI) at 2.5% (annualized) in respect of the balance of investment assets at the beginning of the period, plus the actual return on Israeli government Hetz bonds, adjusted to an annualized CPI of 2.5%.²
- (2) Neutralizes the effects of the change in the interest rate curve on insurance liabilities and assets (including Hetz bonds) and adjusts the effects of the CPI according to a 2.5% rate.
- (3) In respect of deposits of the Accountant General in the guaranteed return provident funds, the actual return is imputed.

The financial activity includes the difference between the actual return and the above-mentioned normative return plus the differences in respect of the adjustment of the CPI (hereinafter - "**investment income**"); the effects of changes in the risk-free interest rate curve adapted to the illiquid nature of the insurance liabilities as well as the interest rate effect arising from demographic updates carried to profit and loss (including Hetz bonds) (hereinafter - the "**interest rate effect**").

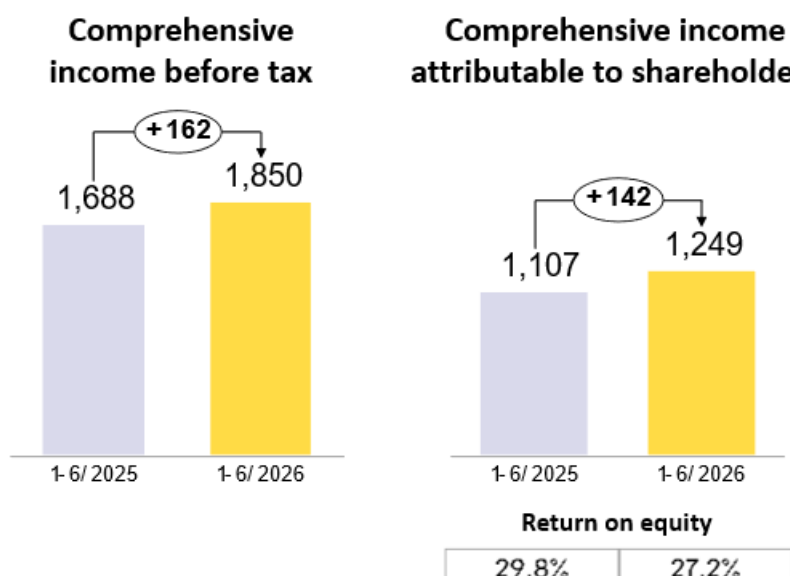
Special effects include material events outside the ordinary course of business, at management's discretion (hereinafter - "**special effects**").

¹ The normative return is based on the nominal interest rate curve plus the illiquidity premium and the spread in accordance with the Company's Nostro Assets portfolio. The Company will periodically examine the effects of the curve and the spread and will update the normative rate of return when there is a significant change in the relevant parameters.

² The adjusted income does not include the effect on the performance-dependent compensation (grants) to the Group's employees for the normative return.

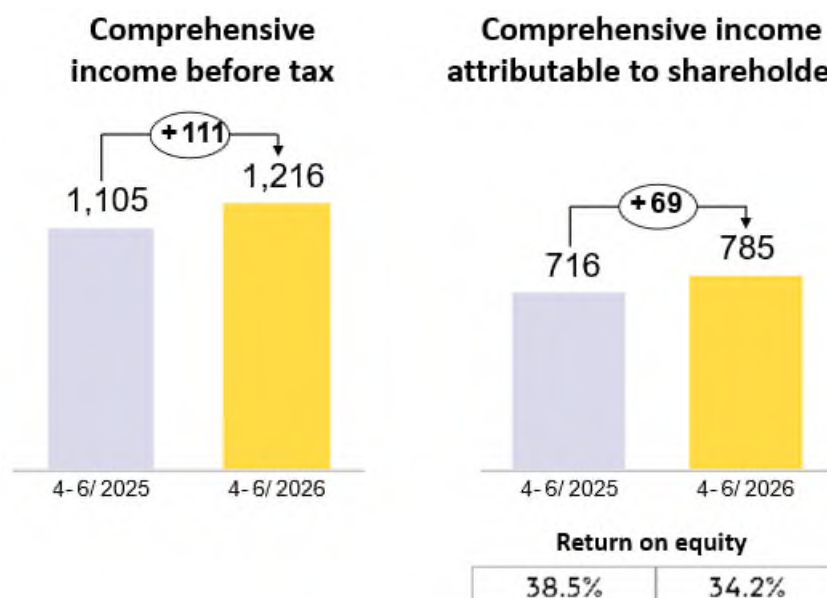
5.4 Data from the consolidated statements of income data

5.4.1 Comprehensive income and net income during the Reporting Period (in NIS million)

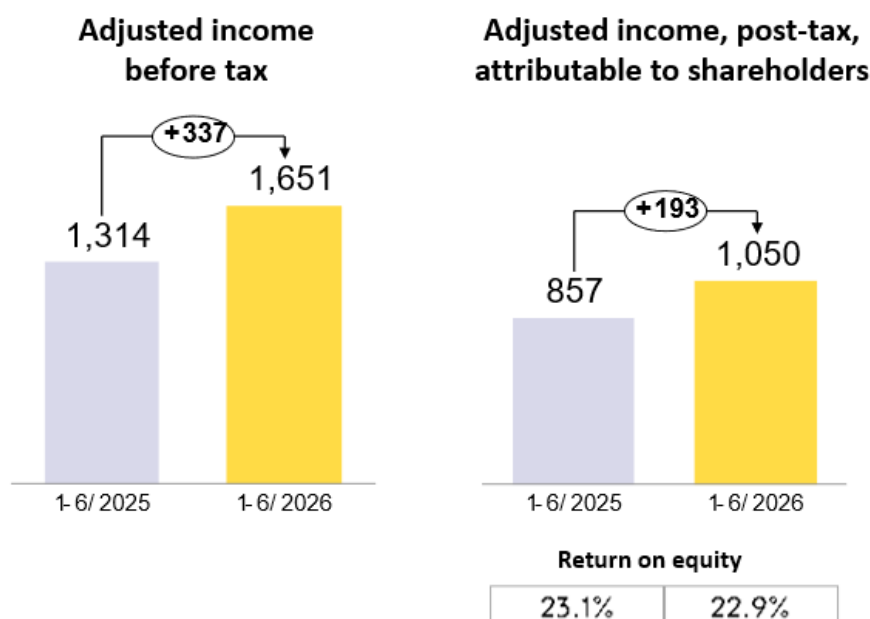


The return on equity is annualized and calculated based on the comprehensive income for the period, post-tax, adjusted for a period of one year, divided by equity as of the beginning of the year.

5.4.2 Comprehensive income and net income in the quarter (in NIS million)



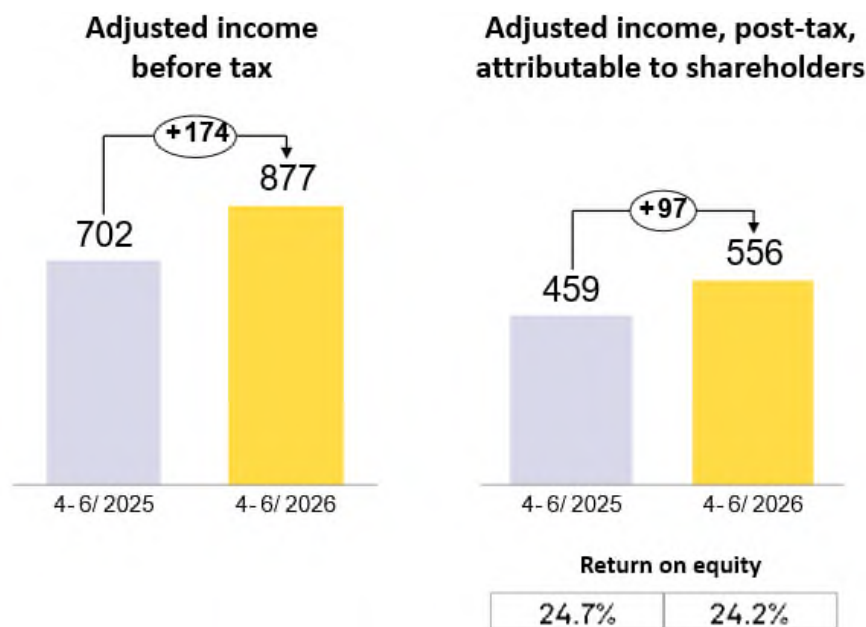
5.4.3 Adjusted income during the Reporting Period (in NIS million)



The return on equity is annualized and calculated based on the adjusted income for the period, post-tax, divided by equity as of the beginning of the year.

It should be noted that adjusted income for the first half of 2025 was restated in order to classify the effect of capitalization in respect of P&C claims incurred during the period, as well as in order to adjust the results of a subsidiary's investment portfolio. The change increased the pre-tax adjusted income by approx. NIS 44 million and the post-tax adjusted income by approx. NIS 28 million.

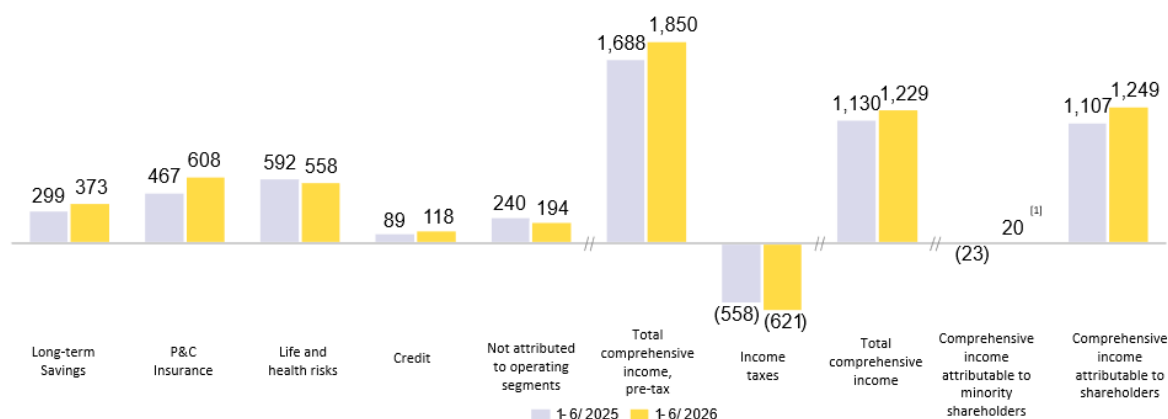
5.4.4 Adjusted income in the quarter (in NIS million)



The return on equity is annualized and calculated based on the adjusted income for the period, post-tax, adjusted for a period of one year, divided by equity as of the beginning of the year.

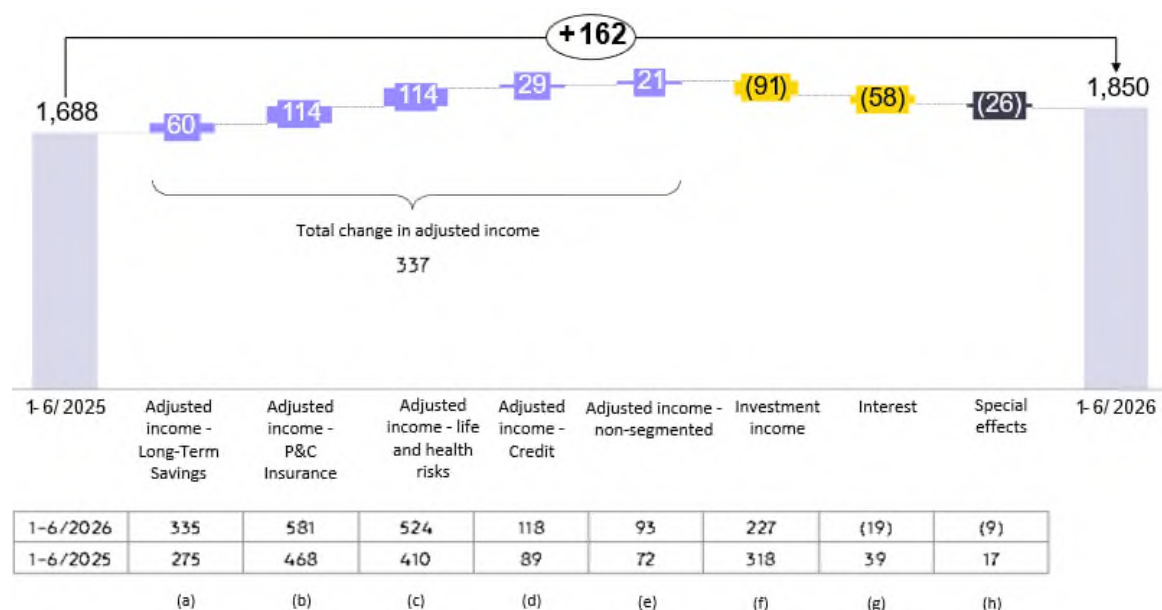
It should be noted that adjusted income for the second quarter of 2025 was restated in order to classify the effect of capitalization in respect of P&C claims incurred during the period, as well as in order to adjust the results of a subsidiary's investment portfolio. The change increased the pre-tax adjusted income by approx. NIS 17 million and the post-tax adjusted income by approx. NIS 10 million.

5.4.5 Comprehensive income from operating segments during the Reporting Period (in NIS million)



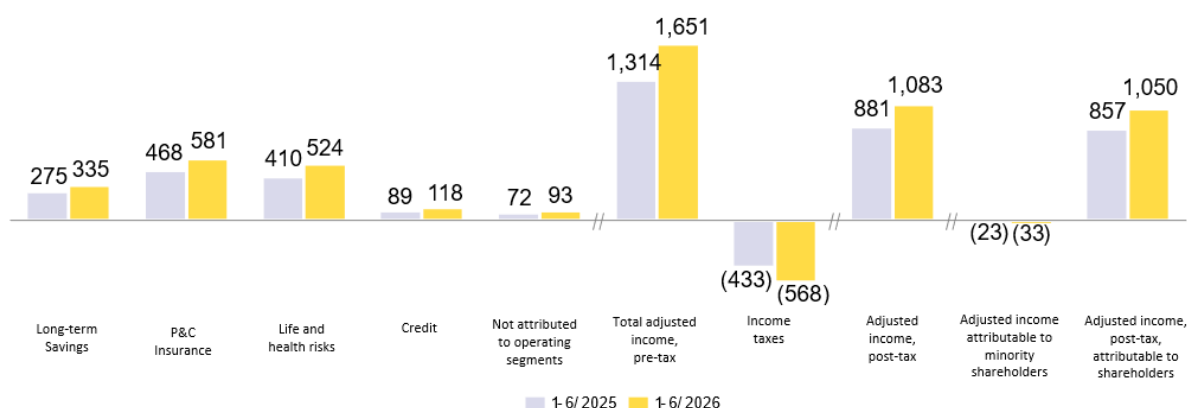
[1] In the Reporting Period, the comprehensive income attributable to minority shareholders reflects the effect of the Yesodot transaction; for further details see Note 12C to the Financial Statements.

5.4.6 Changes in the operating results during the Reporting Period (NIS million)

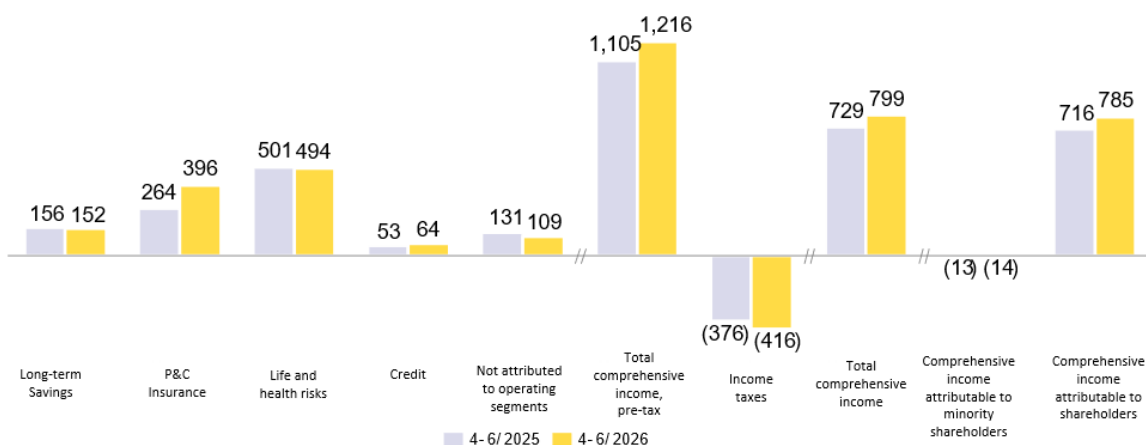


- A. **Adjusted income - Long-term savings:** The improvement in adjusted income in the Reporting Period compared to the corresponding period last year arises from the sustained increase in the activity of the Pension and Provident subsegments, an improvement in profitability of participating savings products as a result of the increase in the contractual service margin in 2025 and 2026, and from an improvement in the financial margin, mainly in guaranteed-return savings. On the other hand, there was a deterioration in the claims history relative to the forecast. For further details, see Section 5.6.3.3 below.
- B. **Adjusted income - P&C insurance:** The improvement in adjusted income in the Reporting Period compared to the corresponding period last year arises from an increase in positive developments compared with the corresponding period last year. For further details, see Section 5.7.3 below.
- C. **Adjusted income - Life and health risks:** The improvement in adjusted income in the Reporting Period compared to the corresponding period last year stems primarily from an improvement in claims history compared to expectations and from an improvement in the financial margin. For further details, see Section 5.8.3 below.
- D. **Adjusted income - credit:** The higher income in the Reporting Period compared to the corresponding period last year stems from the continued growth of the Group's credit portfolio and includes the effect of Yesodot, which was consolidated for the first time in the second quarter of 2025.
- E. **Non-segmented adjusted income:** The increase in non-segmented adjusted income is mainly due to an increase in the investment portfolio attributed to equity.
- F. **Investment income:** In the Reporting Period and in the corresponding period last year, Nostro returns were higher than the normative return.
- G. **Interest:** In the Reporting Period, the interest rate curve increased, while in the corresponding period last year, the interest rate curve decreased. The effects of the interest on insurance liabilities were negative in the Reporting Period, while in the corresponding period last year the effects of the interest were positive.
- H. **Special effects:** Special effects include significant events outside the ordinary course of business, at management's discretion, and mainly include provisions for class actions, and in the corresponding period last year, mostly a one-off revenue due to approx. NIS 62 million in compensation from Isracard and a provision for class actions.

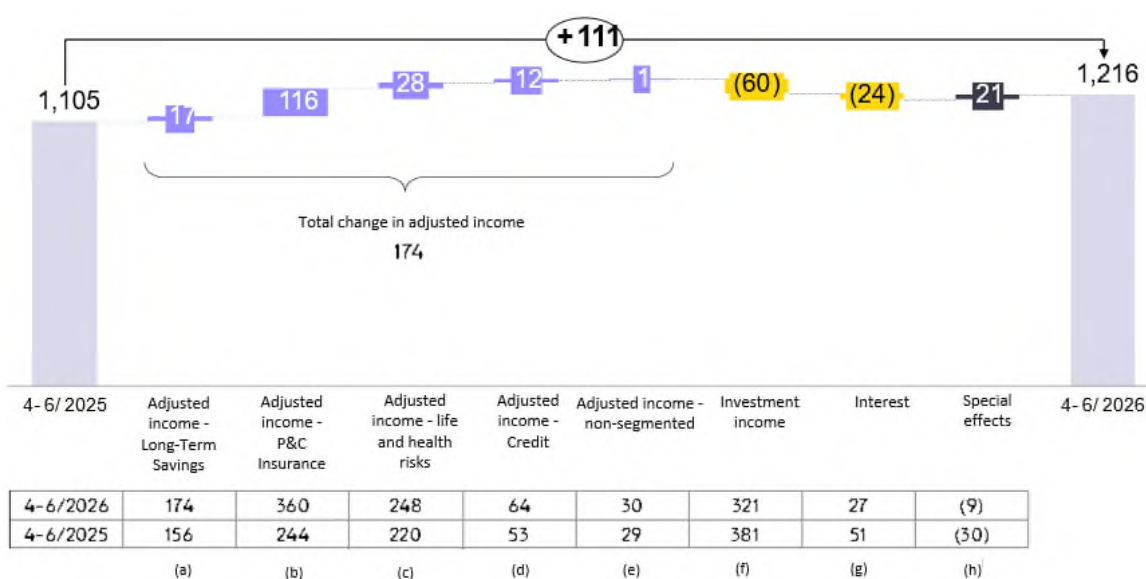
5.4.7 Adjusted income from operating segments during the Reporting Period (in NIS million)



5.4.8 Comprehensive income from operating segments during the quarter (NIS million)

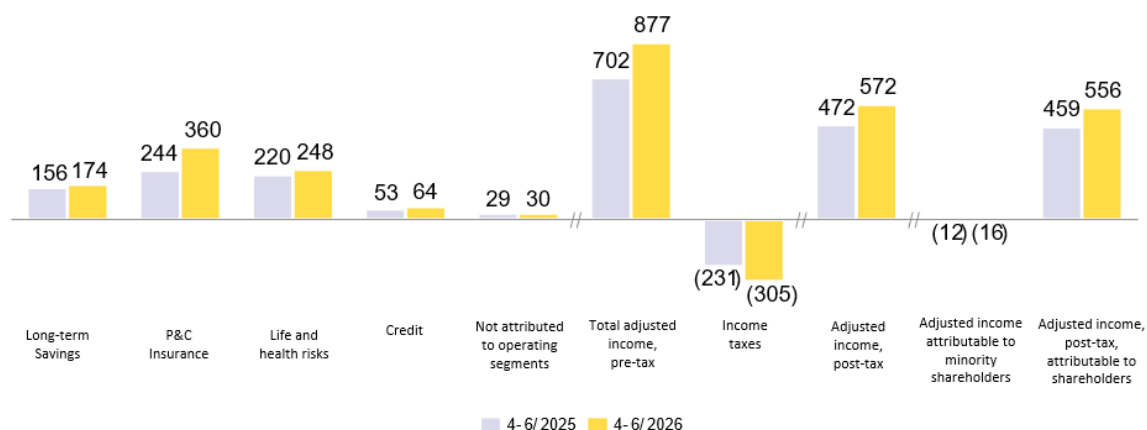


5.4.9 Changes in the operating results during the quarter (NIS million)



- A. **Adjusted income - Long-term savings:** The improvement in adjusted income in the second quarter compared to the corresponding quarter last year arises from the sustained increase in the activity of the Pension and Provident subsegments; on the other hand, adjusted income of life insurance savings products in the quarter declined slightly compared to the corresponding period last year, mainly due to a deterioration in claims history compared to expectations. On the other hand, there was an improvement in profitability of the participating savings products, as a result of the increase in the contractual service margin in 2025 and 2026, and an improvement in the financial margin, mainly in guaranteed-return savings. For further details, see Section 5.6 below.
- B. **Adjusted income - P&C insurance:** The improvement in adjusted income in the quarter compared to the corresponding quarter last year arises from an increase in positive developments; on the other hand, there was a slight decrease in current profitability. For further details, see Section 5.7.7 below.
- C. **Adjusted income - Life and health risks:** The improvement in adjusted income in the quarter compared to the corresponding quarter last year stems primarily from an improvement in claims history compared to expectations and from an improvement in the financial margin. For further details, see Section 5.8.7 below.
- D. **Adjusted income - Credit:** The increase in income in the quarter compared to the corresponding quarter last year arises from the sustained growth of the Group's credit portfolio.
- E. **Non-segmented adjusted income:** The increase in income in the quarter compared to the corresponding quarter last year arises primarily from the growth in the investment portfolio allocated to equity.
- F. **Investment income:** In the quarter and the corresponding quarter last year, investment income was higher than the normative return.
- G. **Interest:** The interest rate effects on insurance liabilities were positive in the quarter and in the corresponding quarter last year due to the decrease of the risk-free interest rate curve.
- H. **Special effects:** Special effects include significant events outside the ordinary course of business, at management's discretion, mainly provisions to class actions.

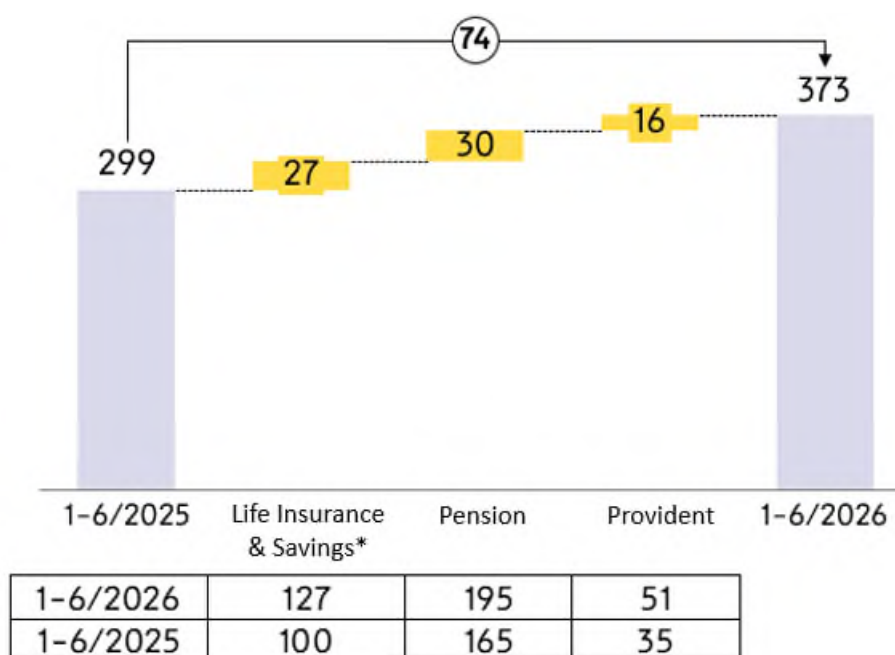
5.4.10 Adjusted income from operating segments during the quarter (in NIS million)



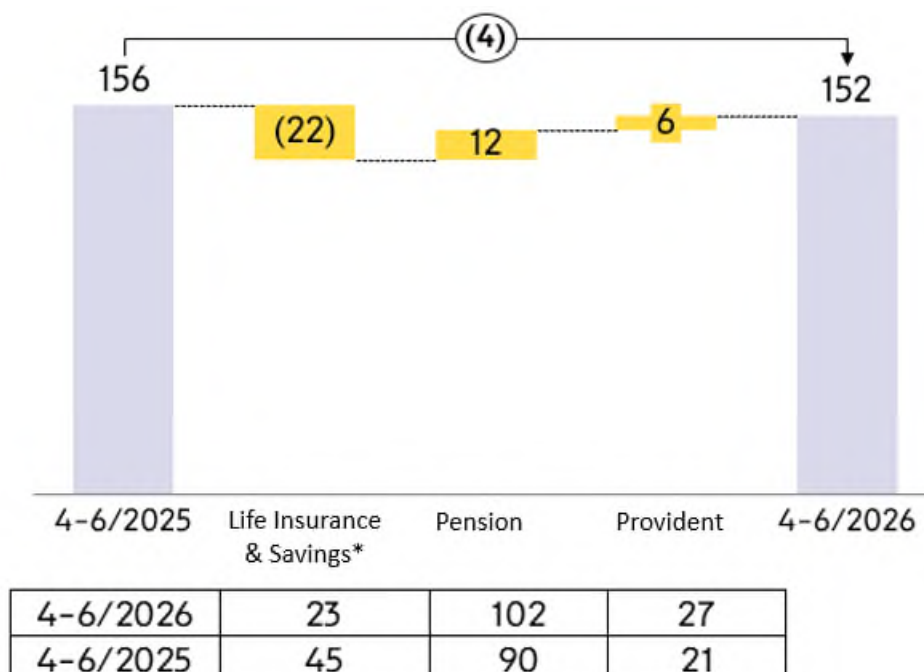
5.5 Financial information by area of activity

5.6 Long-term Savings Segment (in NIS million)

5.6.1 Key results of the Long-Term Savings Segment in the Reporting Period (pre-tax, in NIS million)



5.6.2 Key results of the Long-Term Savings Segment in the quarter (pre-tax, in NIS million)

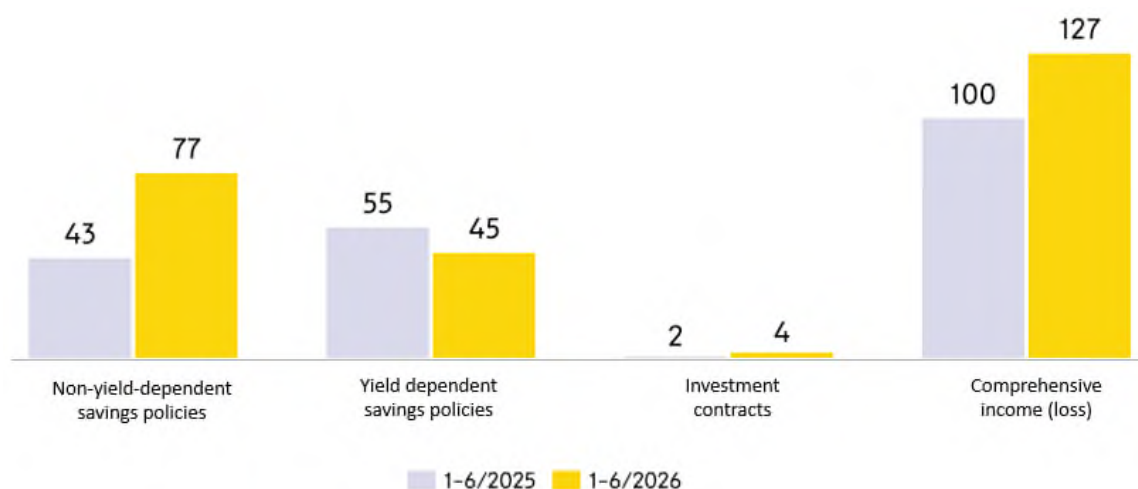


*Including investment contracts

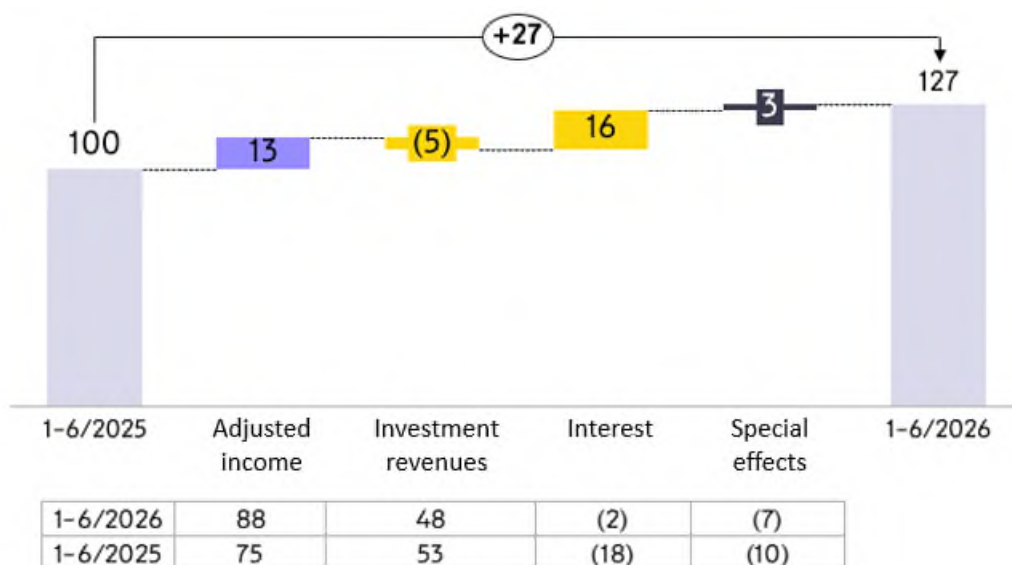
5.6.3 Operating results of the Life Insurance & Savings Segment

The activity's profitability is affected by the changes in the capital market, which impact the guaranteed-return policies (which are backed mainly by designated bonds). In addition, changes in the interest rate curve plus the illiquidity premium have a different effect depending on the types of products and consequently affect the subsegment's results.

5.6.3.1 Comprehensive income in Life Insurance & Savings during the Reporting Period (before tax, in NIS million)



5.6.3.2 Changes in the results of the Life Insurance & Savings Segment during the Reporting Period (before tax, in NIS million)



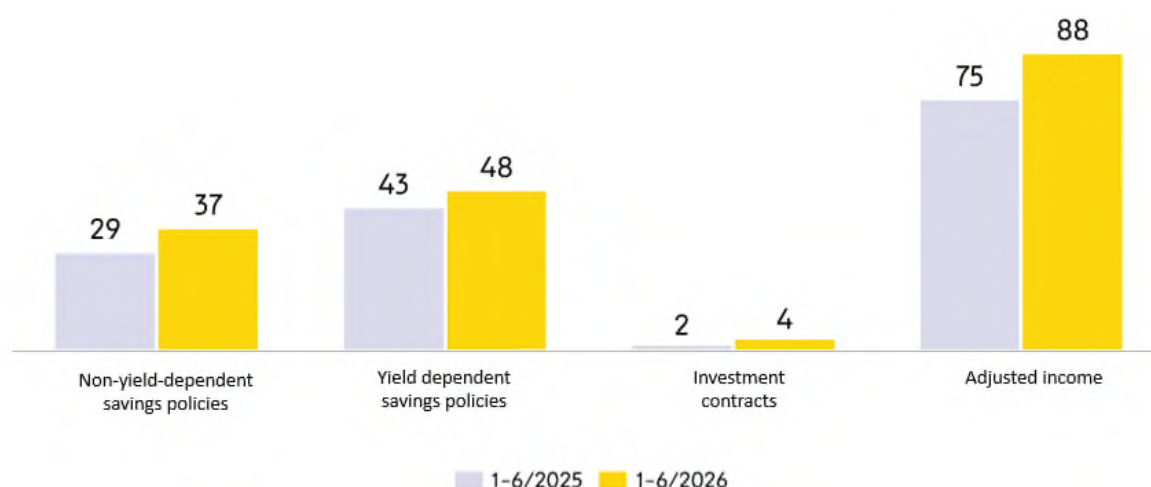
The increase in comprehensive income in the Life Insurance & Savings Segment in the Reporting Period compared to the corresponding period last year arises primarily from an increase in adjusted income due to an improvement in profitability of the participating savings products, as a result of the increase in the contractual service margin in 2025 and 2026, and from an improvement in the financial margin, mainly in guaranteed-return savings. On the other hand, there was a deterioration in the claims history relative to the forecast.

Furthermore, during the Reporting Period investment income declined compared to the corresponding period last year (after imputation of normative return as stated in Section 5.3 above).

On the other hand, the interest rate effect increased the insurance liabilities (including Hetz bonds effects) by approx. NIS 2 million, compared to a total of approx. NIS 18 million in the corresponding period last year.

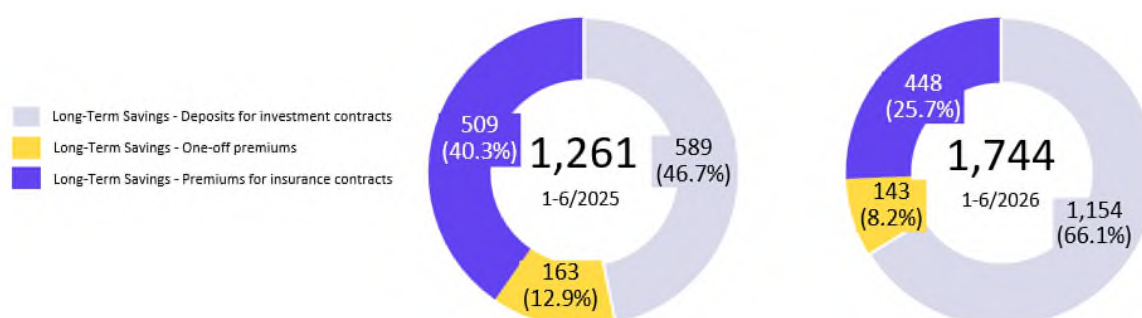
Furthermore, during the Reporting Period, profit declined by approx. NIS 7 million due to special effects arising from revision to provisions for class actions, compared with a decrease of approx. NIS 10 million in the corresponding period last year.

5.6.3.3 Results of the adjusted income in the various Life Insurance & Savings Subsegments during the Reporting Period (before tax, in NIS million)



- Non-yield-dependent savings policies** - The increase in adjusted income arises from an improvement in claims history compared to expectations, and from an improvement in the financial margin. On the other hand, there was a decrease in the release of the contractual service margin.
- Yield-dependent savings policies** - The increase in adjusted income in the Reporting Period compared to the corresponding period last year arises mainly from an increase in the release of the contractual service margin. On the other hand, there was a deterioration in the claims history relative to the forecast compared to the corresponding period last year.
- Investment contracts** – the increase in adjusted income in the Reporting Period compared to the corresponding period last year arises from an increase in activity.

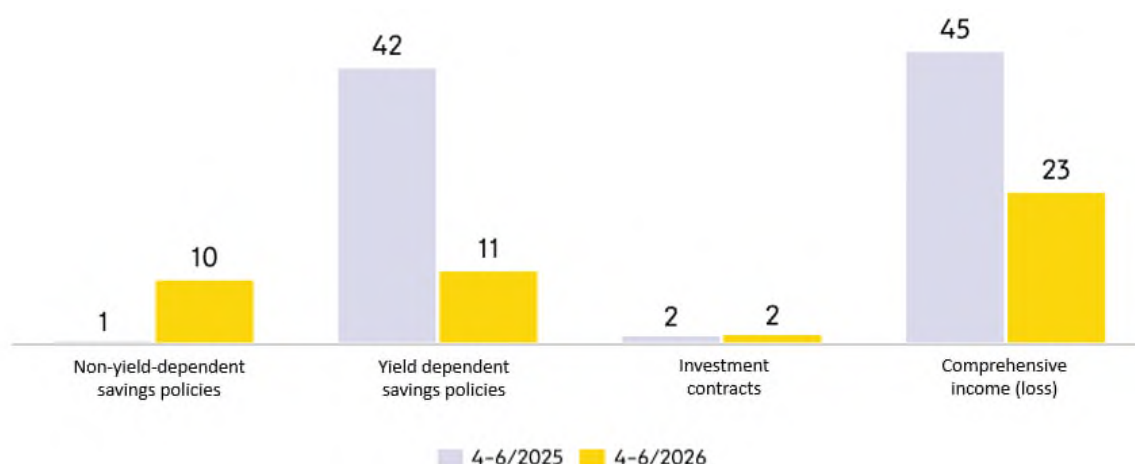
5.6.3.4 Premiums and redemptions in the Reporting Period (in NIS million)



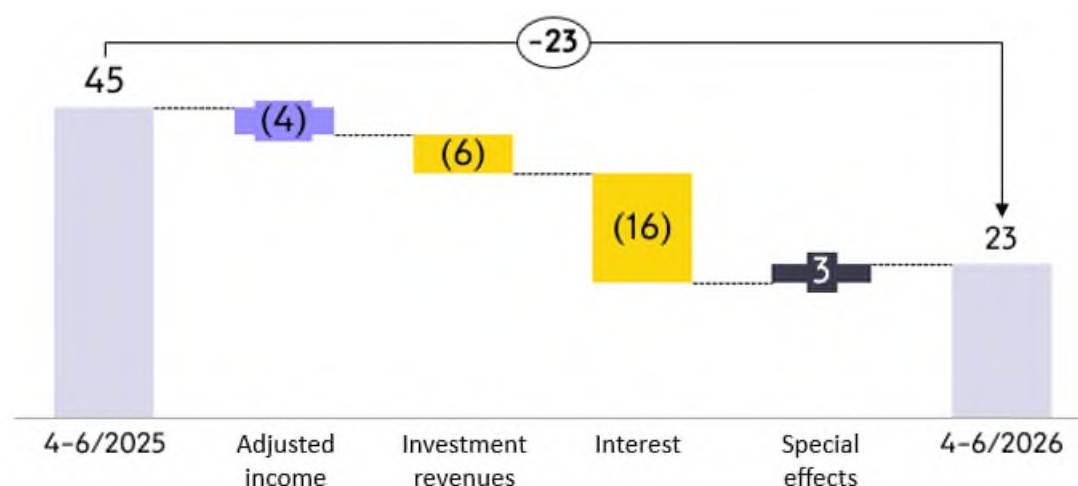
The policies which were redeemed during the Reporting Period amounted to approx. NIS 1,261 million, compared to approx. NIS 1,157 million in the corresponding period last year. The rate of redemptions out of the average reserve in the Reporting Period was approx. 7.44% compared to approx. 7.23% in the corresponding period last year.

Redemptions in respect of policies where premiums were charged directly to liabilities for insurance contracts (without a significant insurance risk-weighted component) amounted to approx. NIS 455 million in the Reporting Period, compared to approx. NIS 399 million in the corresponding period last year.

5.6.3.5 Comprehensive income (loss) in Life Insurance & Savings during the quarter (before tax, in NIS million)

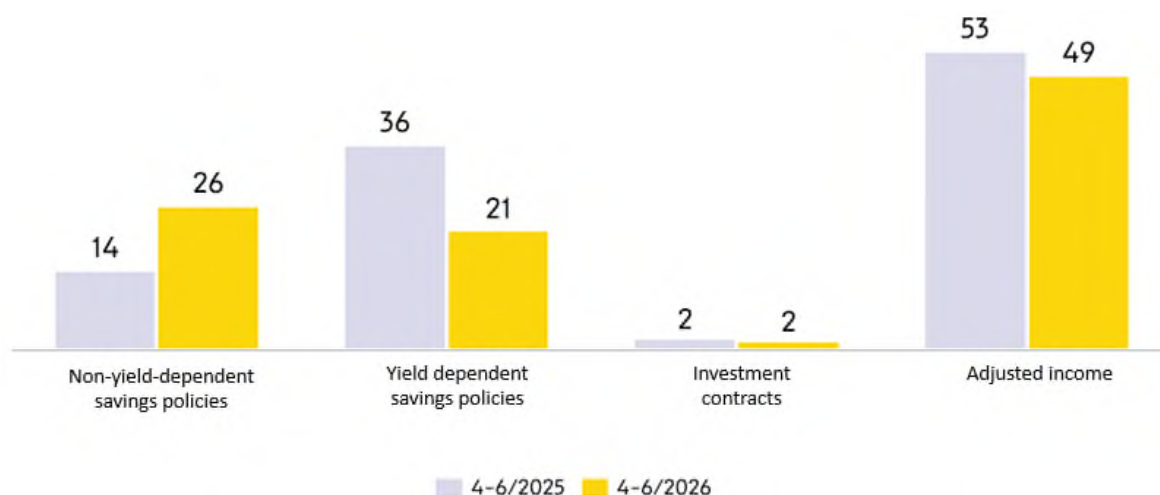


5.6.3.6 Changes in the results of the Life Insurance & Savings Segment during the Quarter (before tax, in NIS million)

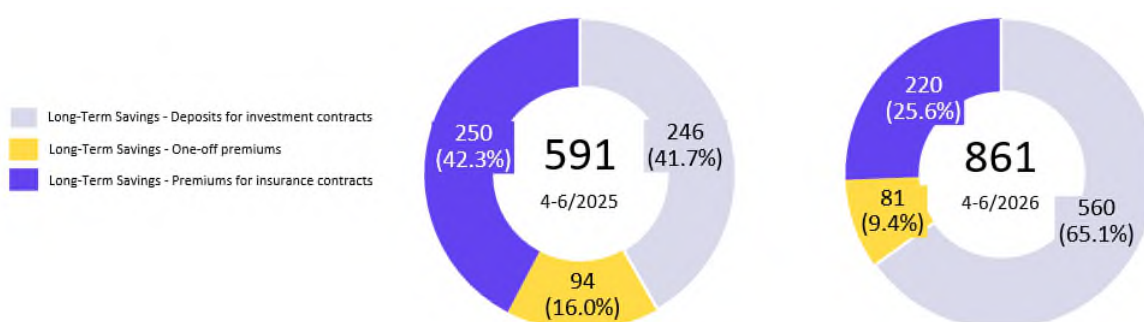


4-6/2026	49	62	(81)	(7)
4-6/2025	53	67	(65)	(10)

5.6.3.7 Results of the adjusted income in the various Life Insurance & Savings Subsegments during the quarter (before tax, in NIS million)



5.6.3.8 Insurance premiums and redemptions in the quarter (in NIS million)



Policies redeemed during the quarter amounted to approx. NIS 631 million, compared to approx. NIS 557 million in the corresponding quarter last year. The rate of redemptions out of the average reserve in the quarter is approx. 7.52% compared to approx. 7.02% in the corresponding quarter last year.

Redemptions in respect of policies where premiums were charged directly to liabilities for insurance contracts (without a significant insurance risk-weighted component) amounted to approx. NIS 218 million in the quarter, compared to approx. NIS 240 million in the corresponding quarter last year.

Yield-dependent insurance policies

Insurance reserves funds which accumulate in yield-dependent insurance policies are invested in accordance with the Supervision of Financial Services Law (Insurance), 1981 and the regulations promulgated thereunder. This investment income is charged to the policyholders net of management fees.

In yield-dependent insurance policies issued from 1991 to 2003, an insurer may collect fixed management fees and variable management fees at the rates set in the regulations and derived from the real return of the investment portfolio. The variable management fees are collected only in respect of positive real return. If a negative real return was achieved, the insurer can only collect the variable management fees once the return which is achieved covers the cumulative real loss.

During the course of 2022, a negative real return, which has yet to be offset as of the second quarter of 2025, was achieved, and consequently, the Company is prevented from collecting variable management fees until a cumulative positive return is achieved. During the second quarter of 2025, the Company began collecting variable management fees. It should be noted that in connection with yield-dependent insurance policies issued as from 2004, only fixed management fees are collected, and therefore real investment losses do not have a direct effect on the collection of those management fees as stated above.

The fixed management fees charged with respect to yield-dependent Life Insurance & Savings policies in the Reporting Period amounted to approx. NIS 131 million, compared to approx. NIS 123 million in the corresponding period last year.

Fixed management fees for yield dependent Life Insurance & Savings policies amounted to approx. NIS 66 million in the second quarter, compared to approx. NIS 60 million in the corresponding quarter last year.

The variable management fees collected in the Reporting Period amounted to approx. NIS 103 million, compared to approx. NIS 58 million in the corresponding period last year.

The variable management fees collected in the second quarter amounted to approx. NIS 95 million, compared to approx. NIS 58 million in the corresponding quarter last year.

It is noted that the variable and fixed management fees are not recorded as revenue in the financial statements, but rather attributed to the contractual service margin (CSM), in accordance with the management fee forecast ratio in the actuarial models.

Details regarding the rates of return in yield-dependent insurance policies:

Policies issued in 1991-2003 (Fund J)

	1-6/2026	1-6/2025	4-6/2026	4-6/2025	1-12/2025
Real return before payment of management fees	4.95%	5.00%	4.47%	5.42%	13.50%
Real return after payment of management fees	3.91%	4.27%	3.63%	4.85%	11.03%
Nominal return before payment of management fees	6.17%	6.64%	5.78%	6.76%	16.18%
Nominal return after payment of management fees	5.11%	5.91%	4.94%	6.18%	13.65%

Policies issued from 2004 and thereafter (the new Fund J)

	1-6/2026	1-6/2025	4-6/2026	4-6/2025	1-12/2025
Real return before payment of management fees	4.95%	5.00%	4.47%	5.42%	13.50%
Real return after payment of management fees	4.51%	4.53%	4.25%	5.19%	12.51%
Nominal return before payment of management fees	6.17%	6.64%	5.78%	6.76%	16.18%
Nominal return after payment of management fees	5.73%	6.17%	5.56%	6.53%	15.17%

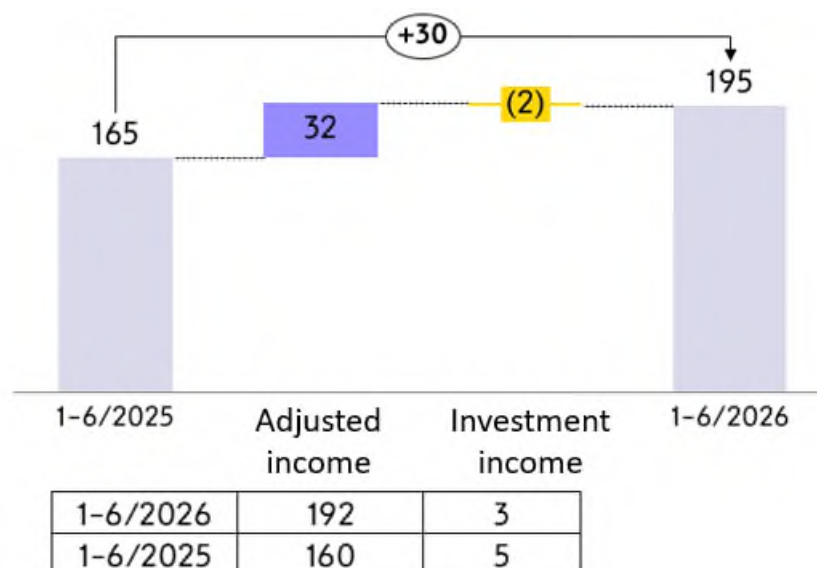
Details regarding the investment income credited to policyholders in yield-dependent insurance policies and management fees

In NIS million	1-6/2026	1-6/2025	4-6/2026	4-6/2025	1-12/2025
Nominal investment income credited to policyholders net of management fees	1,977	1,994	1,990	2,055	4,730
Fixed management fees	131	123	66	60	251
Variable management fees	103	58	95	58	239
Total management fees	234	180	161	118	490

5.6.4 Pension funds

The operating results in the Pension Funds Subsegment relate to the results of a consolidated management company - Menora Mivtachim Pension and Provident Funds.

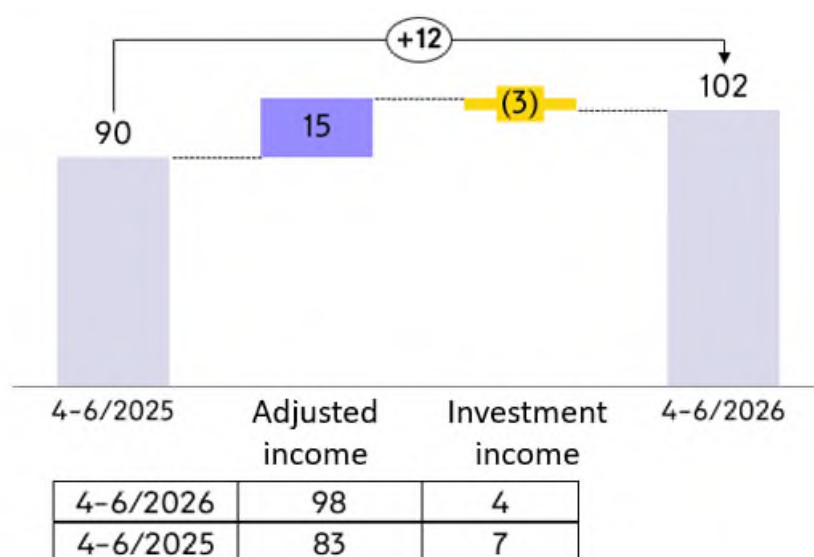
5.6.4.1 Changes in the pension funds activity results during the Reporting Period (before tax, in NIS million)



In the Reporting Period, income amounted to approx. NIS 195 million, compared to income of approx. NIS 165 million last year. The increase in income in the Reporting Period compared to the corresponding period last year arises from an improvement of approx. NIS 32 million in adjusted income, which stems mainly from an increase in revenues from management fees (net) due to the increase in total assets under management and an increase in collection, after discounts to planholders, and a moderate increase in expenses.

In addition, during the Reporting Period, there was a decrease in investment income compared to the corresponding period last year.

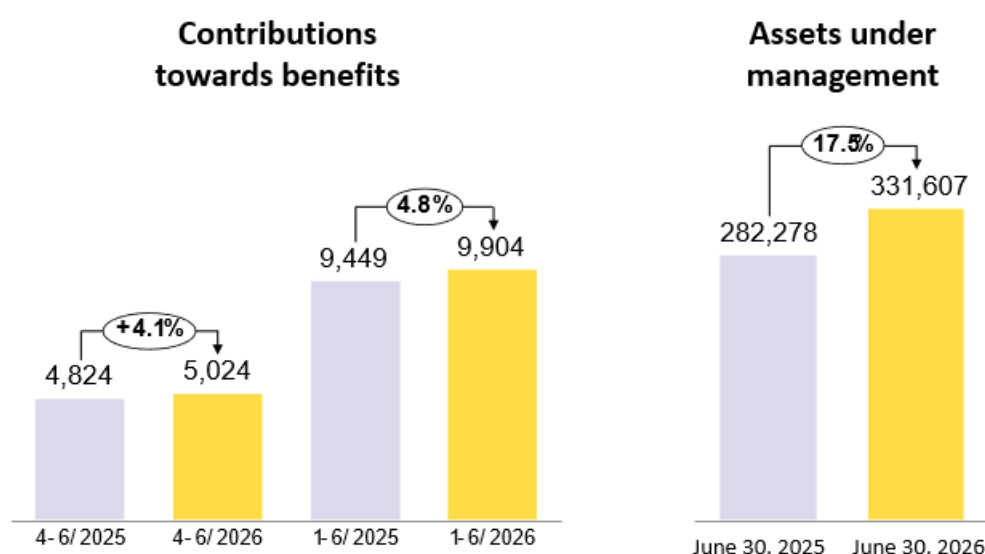
5.6.4.2 Changes in the pension funds activity results during the quarter (before tax, in NIS million)



The quarterly income totaled approx. NIS 102 million compared to income of approx. NIS 90 million during the corresponding quarter last year. The increase in income in the quarter compared to the corresponding quarter last year arises from an improvement of approx. NIS 15 million in adjusted income, which stems mainly from an increase in revenues from management fees (net) due to the increase in total assets under management and an increase in collection, after discounts to planholders, and a moderate increase in expenses.

In addition, during the Reporting Period, there was a decrease in investment income compared to the corresponding period last year.

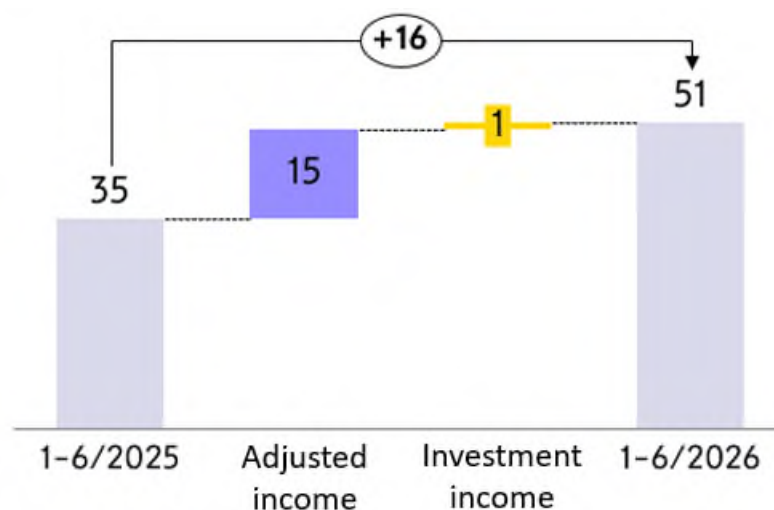
5.6.4.3 Assets under management and contributions toward benefits (in NIS million)



5.6.5 Provident Funds Subsegment

The activity in the Provident Funds Subsegment is carried out in consolidated management companies, Menora Mivtachim Pension and Provident Funds and Menora Mivtachim Engineers.

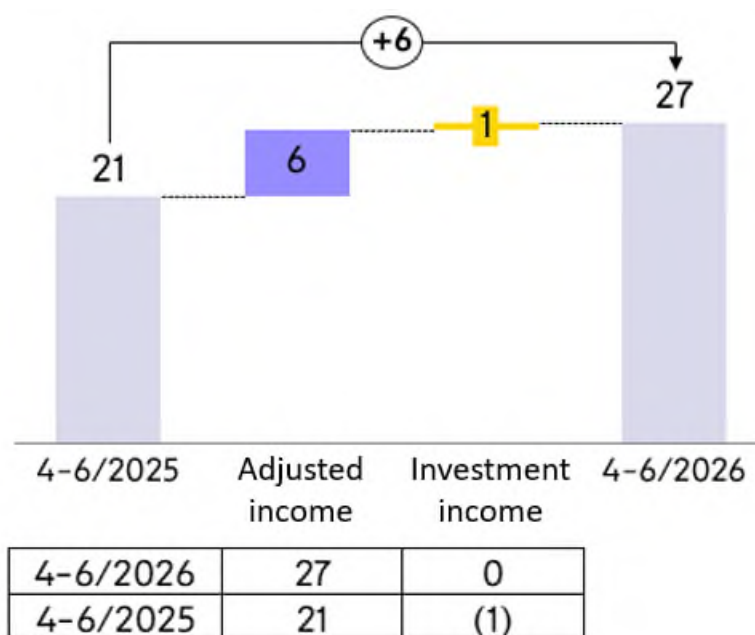
5.6.5.1 Changes in the provident funds activity results during the Reporting Period (before tax, in NIS million)



1-6/2026	55	(4)
1-6/2025	40	(5)

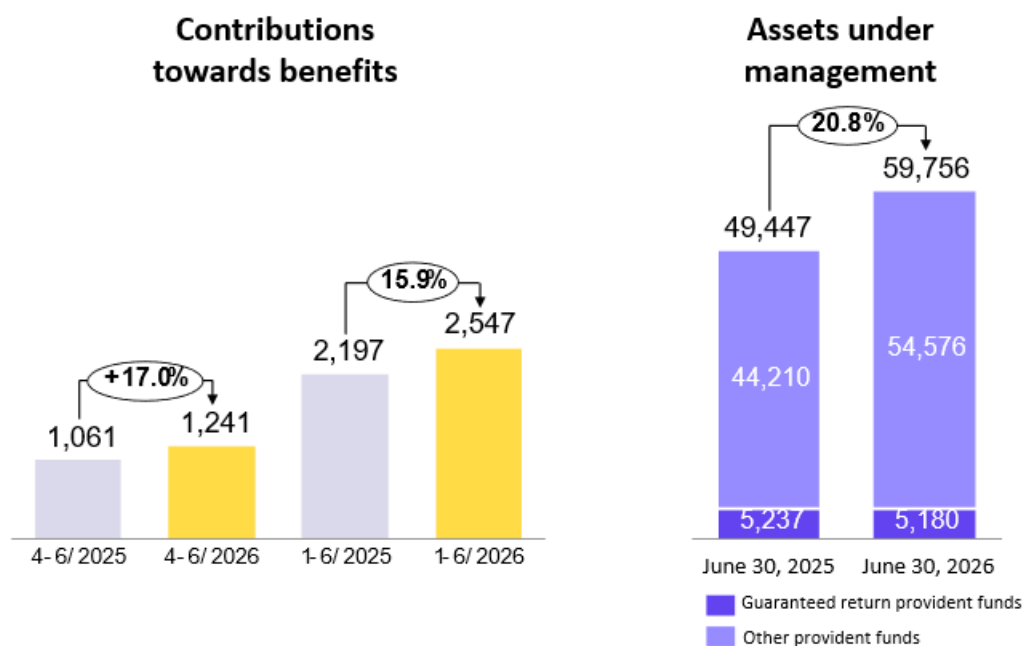
In the Reporting Period, income amounted to approx. NIS 51 million, compared to income of approx. NIS 35 million last year. During the Reporting Period, there was an increase in adjusted income of approx. NIS 15 million, arising mainly from an increase in management fees.

5.6.5.2 Changes in the provident funds activity results during the quarter (before tax, in NIS million)



The quarterly income totaled approx. NIS 27 million compared to income of approx. NIS 21 million during the corresponding quarter last year. During the quarter, there was an increase in adjusted income of approx. NIS 6 million, arising mainly from an increase in management fees.

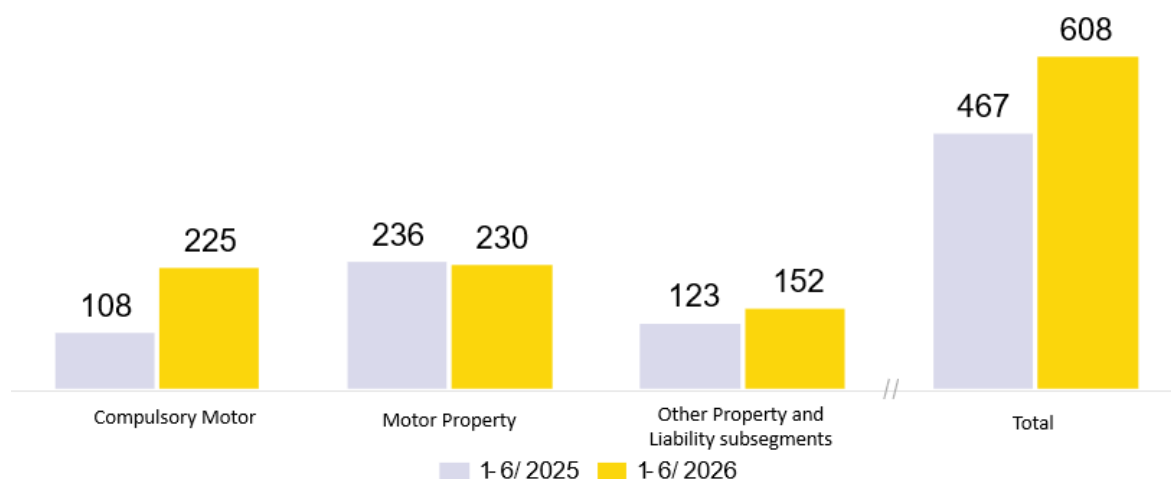
5.6.5.3 Assets under management and contributions toward benefits (in NIS million)



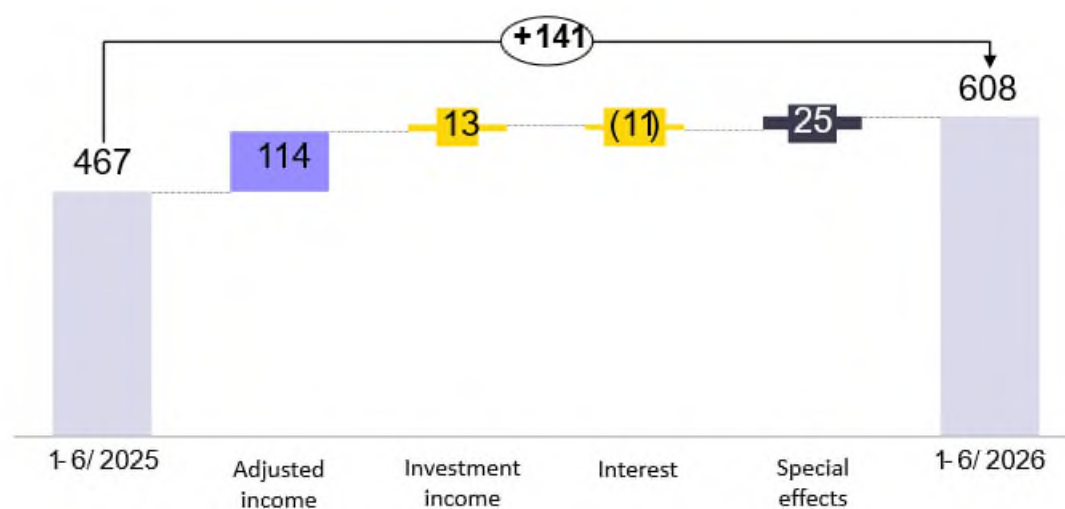
5.7 Results of Property and Casualty Insurance Subsegments

The Property and Casualty Insurance Segment is divided into three main subsegments: Compulsory Motor, Motor Property, and Property and Other Liability.

5.7.1 Comprehensive income in Property and Casualty Insurance during the Reporting Period (before tax, in NIS million)



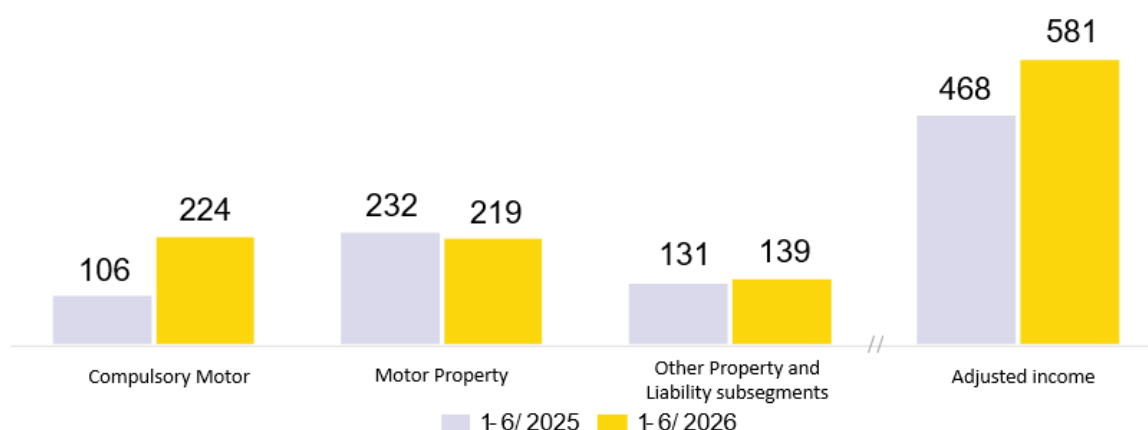
5.7.2 Analysis of key changes in comprehensive income during the Reporting Period, compared to last year (before tax, in NIS million)



1-6/2026	581	27	0	0
1-6/2025	468	13	11	(25)

The increase in comprehensive income in the Reporting Period compared to the corresponding period last year arises from an increase of approx. NIS 114 million in adjusted income, an increase of approx. NIS 13 million in investment income (after imputation of normative return as stated in Section 5.3 above) and from special effects which reduced the income in the corresponding period last year by approx. NIS 25 million. On the other hand, there was a decrease due to interest rate effects which reduced insurance liabilities in the corresponding period last year by approx. NIS 11 million.

5.7.3 Results of adjusted income by operating segment in the Reporting Period (before tax, in NIS million)

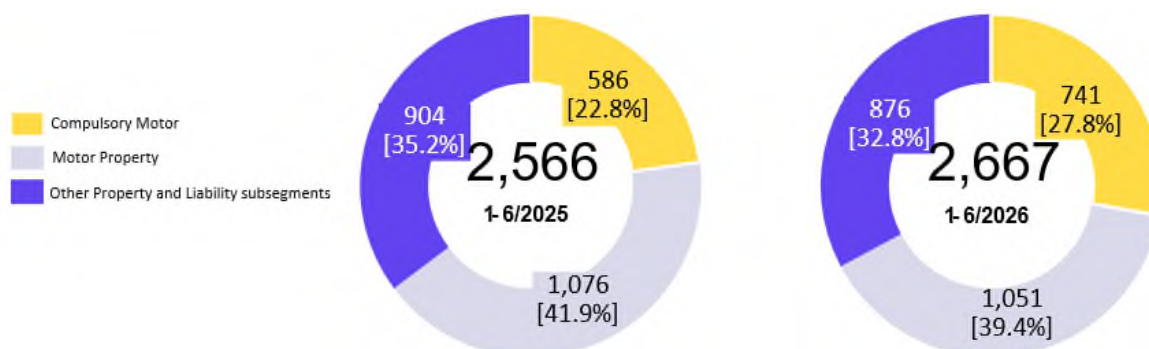


Compulsory Motor – The increase in adjusted income in the Reporting Period compared to the corresponding period last year is mainly due to an increase in positive developments in respect of previous years and an improvement in the results of the current year.

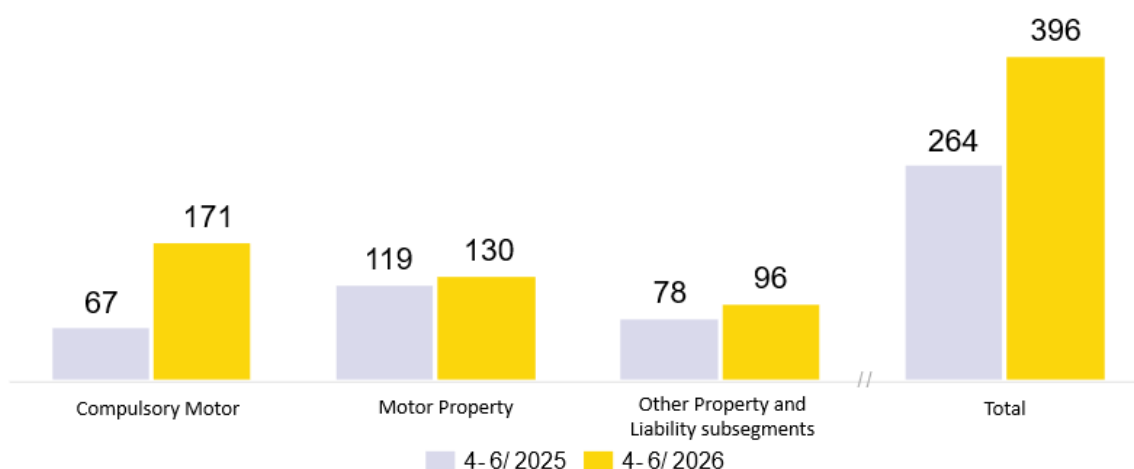
Motor Property – the decrease in adjusted income in the Reporting Period compared to the corresponding period last year arises primarily from a decrease in profitability in the current year; on the other hand, there was an increase in positive developments in respect of previous years.

Property and Other Liability subsegments – The increase in adjusted income in the Reporting Period compared to the corresponding period last year is mainly due to an increase in positive developments in respect of previous years; on the other hand, there was a decline in profitability in the current year.

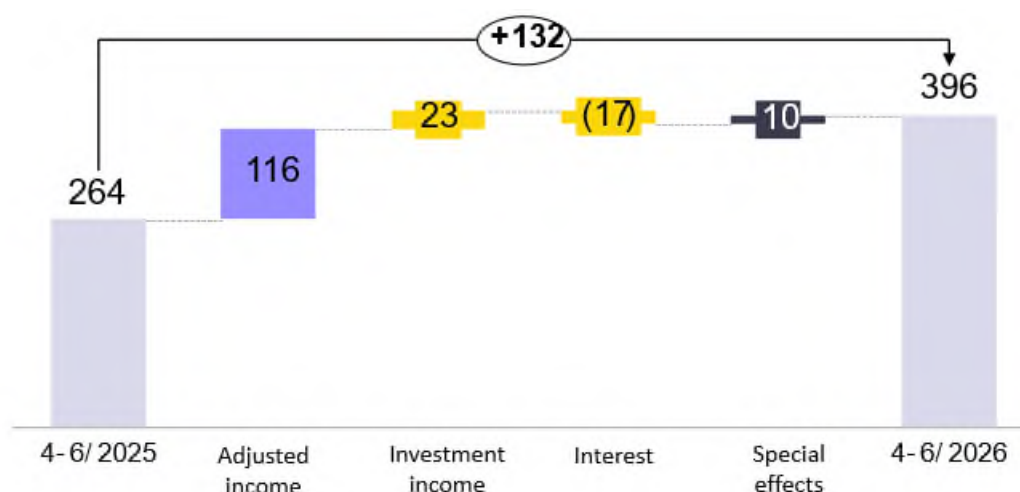
5.7.4 Premiums during the Reporting Period and corresponding period last year (in NIS million)



5.7.5 Comprehensive income in Property and Casualty Insurance during the quarter (before tax, in NIS million)

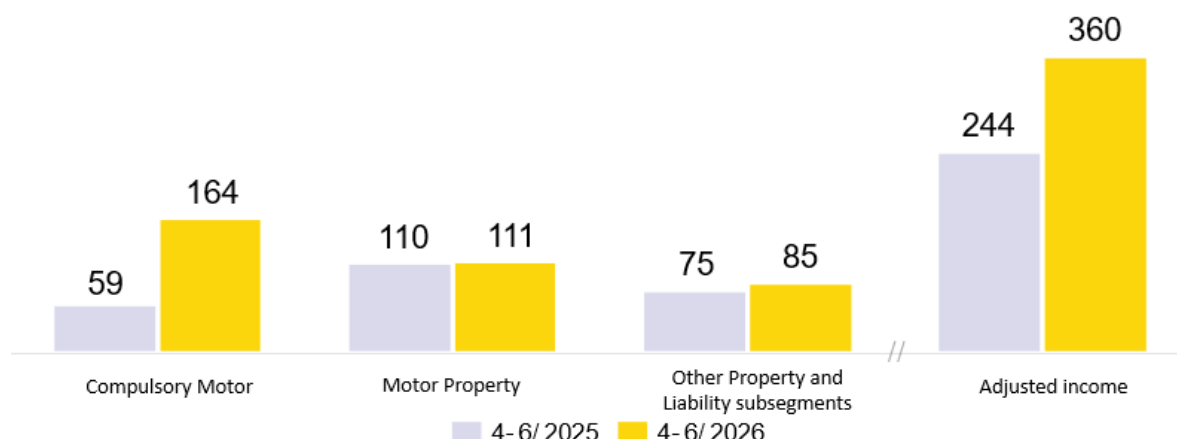


5.7.6 Analysis of key changes in comprehensive income during the quarter, compared to the corresponding quarter last year (before tax, in NIS million)



4-6/2026	360	57	(21)	0
4-6/2025	244	34	(4)	(10)

5.7.7 Adjusted income by operating segment in the quarter (before tax, in NIS million)

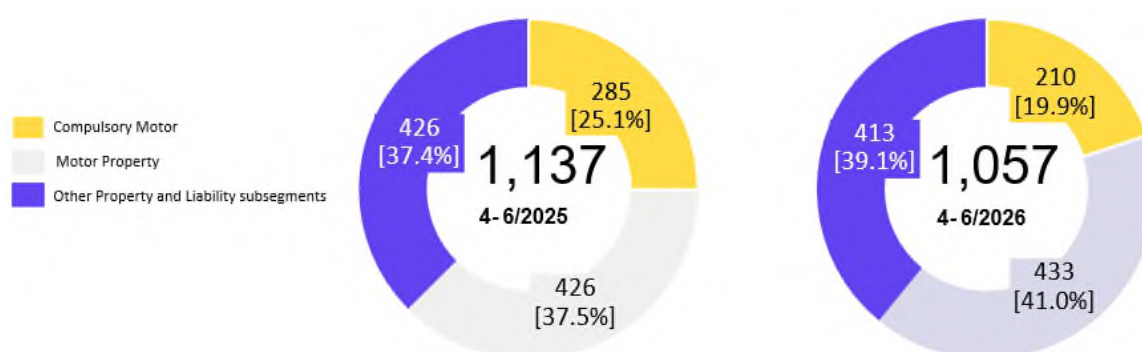


Compulsory Motor – The increase in adjusted income in the quarter compared to corresponding quarter last year is mainly due to an increase in positive developments in respect of previous years and an improvement in the results of the current year.

Motor Property – During the quarter, there was a decrease in current-year profitability, which was offset by an increase in positive developments with respect to prior years; consequently, the adjusted income for the quarter did not change to a material extent compared to the corresponding quarter last year.

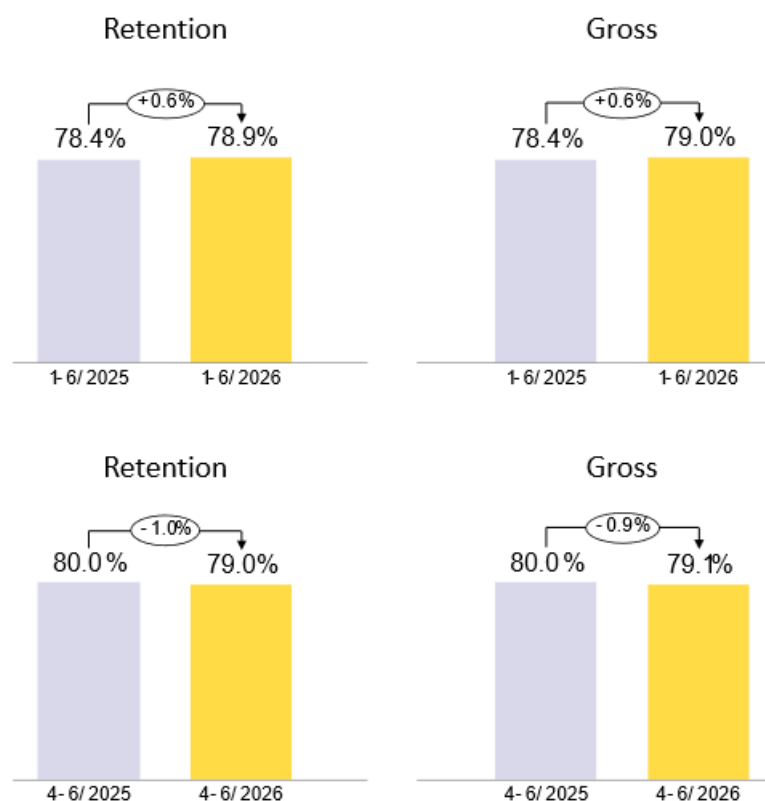
Property and Other Liability subsegments – The increase in adjusted income in the Reporting Period compared to the corresponding period last year is mainly due to an increase in positive developments in respect of previous years; on the other hand, there was a decline in profitability in the current year.

5.7.8 Premiums in the quarter and corresponding quarter last year (in NIS million)



The decrease in total premiums from the Compulsory Motor subsegment during the quarter compared to the corresponding quarter last year arises from timing differences.

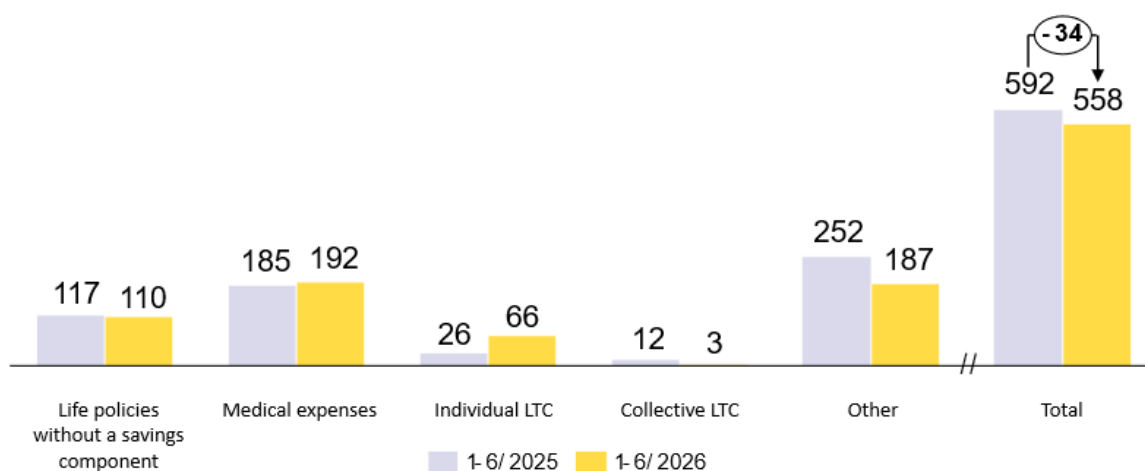
Following is the combined loss ratio - gross and retention - in Motor Property:



- **Combined loss ratio, gross** – reflects the ratio between insurance service expenses and revenues from insurance services.
- **Combined loss ratio, retention** – reflects the ratio between net insurance service expenses out of reinsurance revenues and revenues from insurance services, net out of reinsurance expenses.

5.8 Operating results of the Life and Health Risk Segment

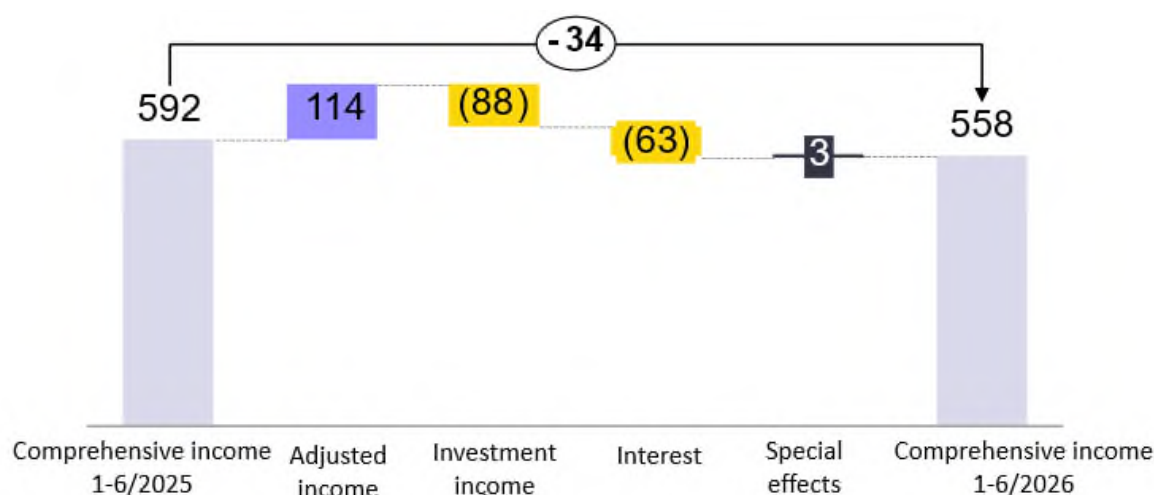
5.8.1 Comprehensive income in the Life and Health Risk Segment during the Reporting Period (pre-tax, in NIS million)



“Collective Long-Term Care” - including operational LTC for HMOs

“Other” - includes critical illnesses, personal accidents, and short-term subsegments

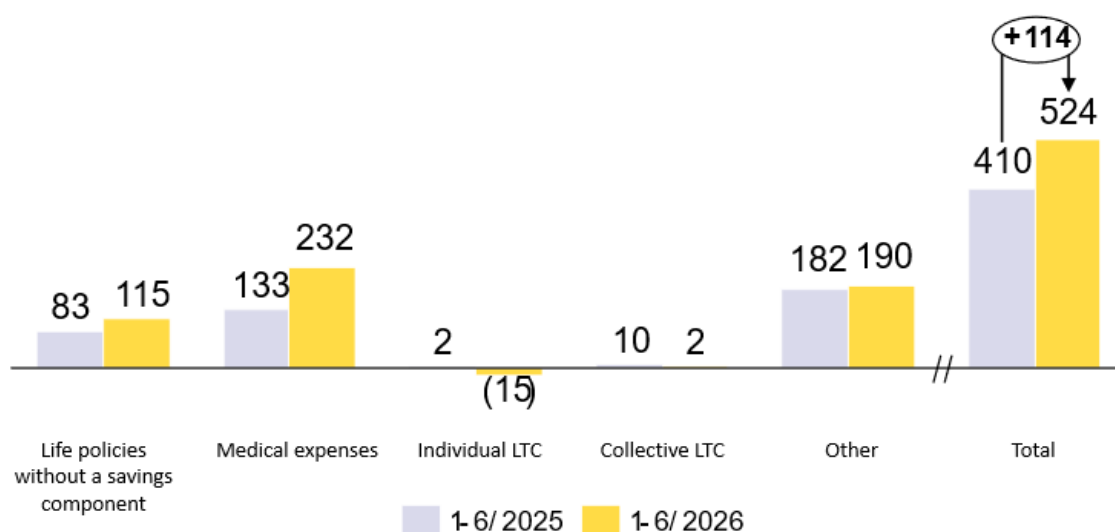
5.8.2 Analysis of key changes in comprehensive income during the Reporting Period, compared to the corresponding period last year (before tax in NIS million)



1-6/2026	524	53	(17)	(2)
1-6/2025	410	141	46	(5)

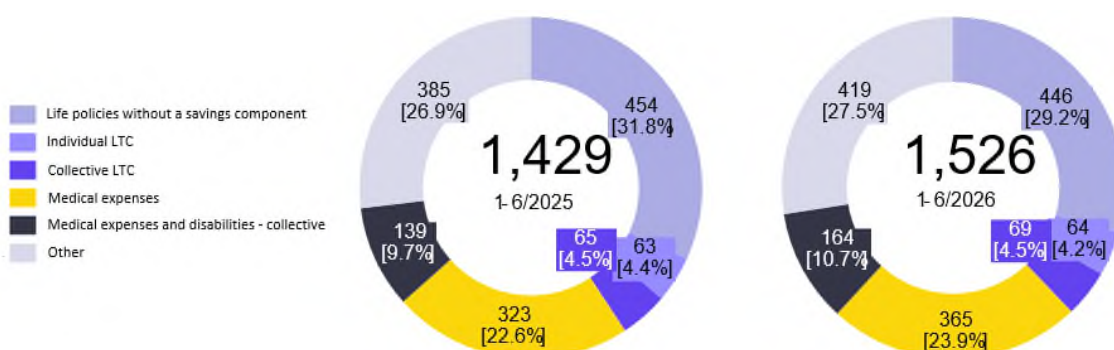
The increase in adjusted income in the Reporting Period compared to the corresponding period last year stems primarily from an improvement in claims history compared to expectations and from an improvement in the financial margin.

5.8.3 Results of adjusted income by operating segment in the Reporting Period (before tax, in NIS million)

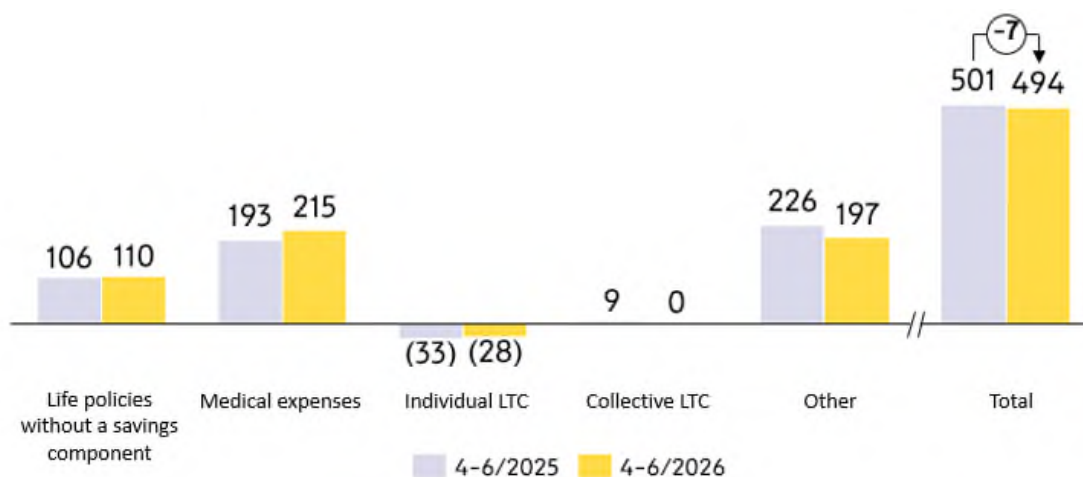


- **Life insurance policies without a savings component** - The improvement in adjusted income in the Reporting Period stems mainly from an improvement in the claims history relative to the forecast, as well as an improvement in the financial margin. On the other hand, there was a decrease in the release of the contractual service margin.
- **Medical expenses** - The improvement in the adjusted income arises from an increase in contractual service margin released due to an increase in activity, positive claim history compared to expectations, and an improvement in the financial margin.
- **Individual long-term care** – The decrease in adjusted income during the Reporting Period arises primarily from a higher-than-expected negative claim history and a decrease in the release of contractual service margin.
- **Collective Long-Term Care** – The decrease in adjusted income during the Reporting Period arises primarily from negative claim developments.
- **Other** - The improvement in adjusted income in the Reporting Period arises primarily from an improvement in claims history compared to expectations, and from an improvement in the financial margin. On the other hand, there was a decrease in the release of the contractual service margin.

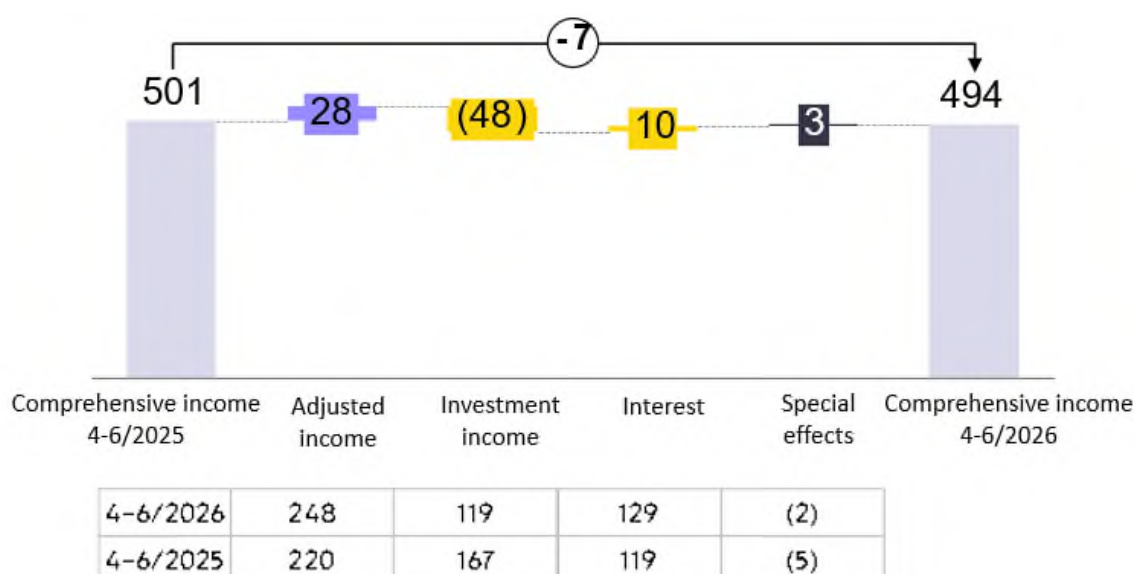
5.8.4 Gross premiums during the Reporting Period and corresponding period last year (in NIS million)



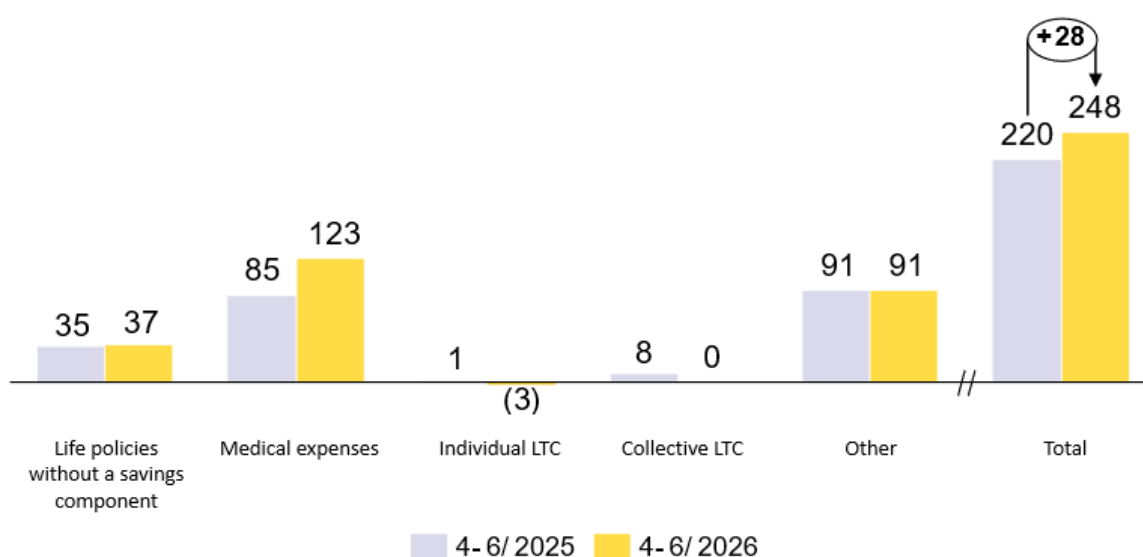
5.8.5 Comprehensive income (loss) in the Life and Health Risk Segment during the quarter (pre-tax, in NIS million)



5.8.6 Analysis of key changes in comprehensive income during the quarter, compared to the corresponding quarter last year (before tax, in NIS million)



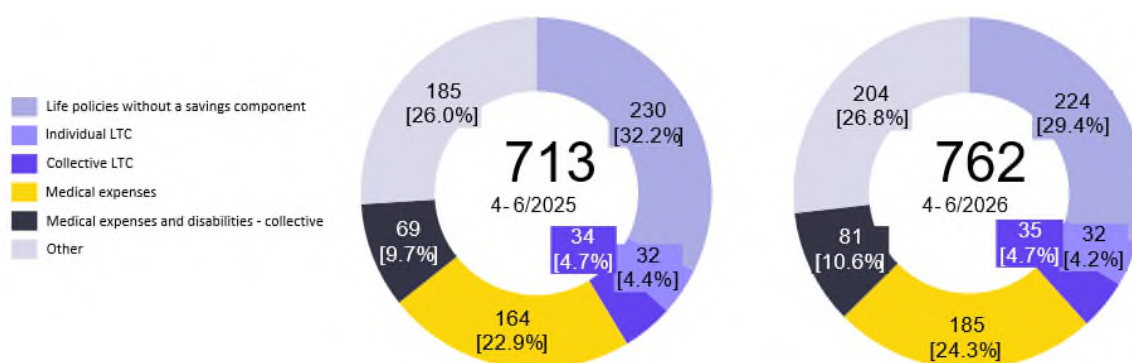
5.8.7 Results of the adjusted income by operating segment in the quarter (before tax, in NIS million)



- **Life insurance policies without a savings component** - The improvement in adjusted income in the Reporting Period stems mainly from an improvement in the claims history relative to the forecast, as well as an improvement in the financial margin. On the other hand, there was a decrease in the release of the contractual service margin.
- **Medical expenses** - The improvement in the adjusted income arises from an increase in the amount of contractual service margin released due to an increase in activity, positive claim history compared to expectations, and an improvement in the financial margin.

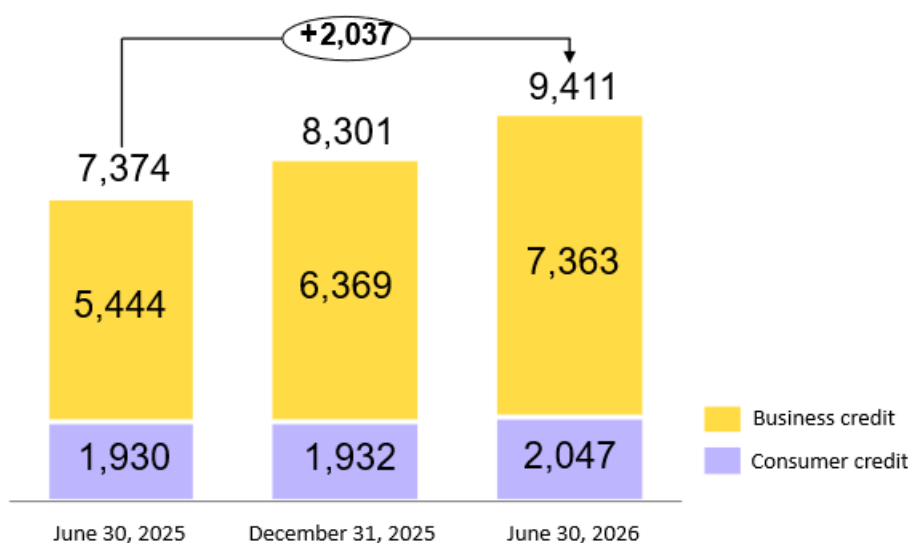
- **Individual long-term care** – The decrease in adjusted income during the Reporting Period arises primarily from a higher-than-expected negative claim history and a decrease in the release of contractual service margin.
- **Collective Long-Term Care** – The decrease in adjusted income during the Reporting Period arises primarily from negative claim developments.

5.8.8 Gross premiums in the quarter and corresponding quarter last year (in NIS million)



5.9 Operating results of the Group's Credit Segment

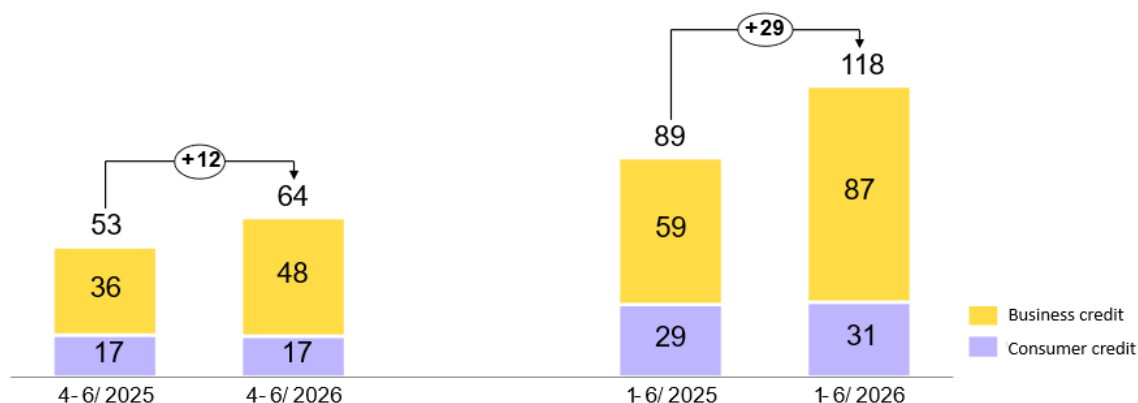
5.9.1 The Group's total credit portfolio (in NIS million)



The increase in the business credit portfolio compared to December 2025 is mainly due to growth in the activities of Yesodot and Ampa Capital. The increase in consumer credit activity is due to ERN's activity. The increase compared to the corresponding period last year arises primarily from a growth in the activity of Yesodot and Ampa totaling approx. NIS 2 billion and from the effect of first-time consolidation of Yesodot totaling approx. NIS 900 million.

The credit portfolio also includes the entire activity of the associate Ampa Capital.

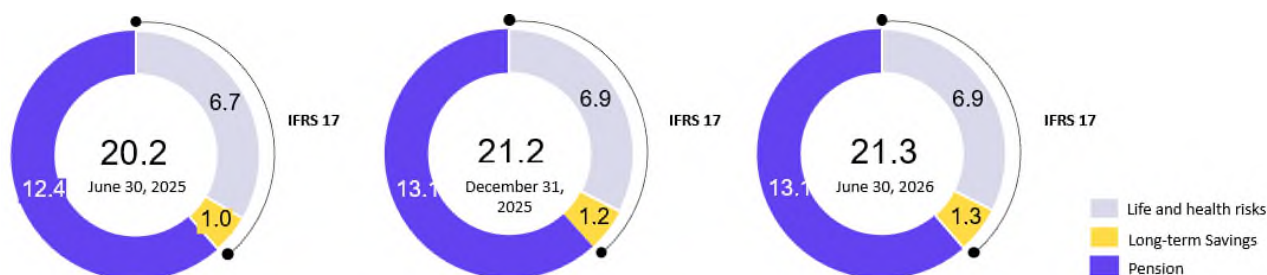
5.9.2 Pre-tax profit during the Reporting Period and quarter and corresponding periods last year (in NIS million)



The increase in profit from credit activity in the Reporting Period reflects the growth in Yesodot's activity and its first-time consolidation in the first quarter of 2025 and the continued growth in the activity of ERN and Ampa.

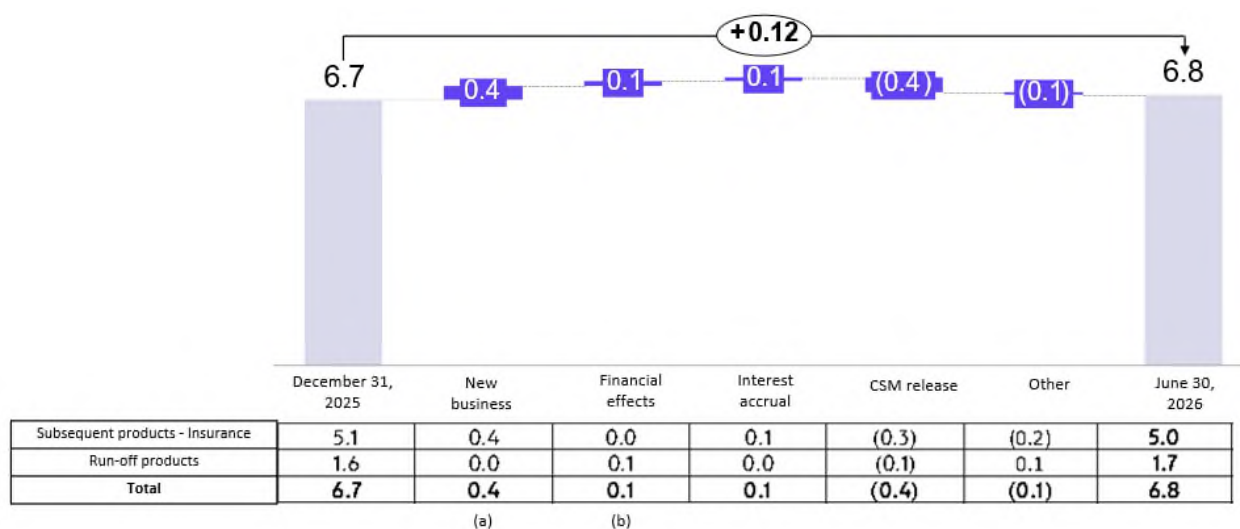
6. Value of future earnings

6.1 The balance of future earnings divided into Life and Health Risks, Long-Term Savings and Pension (in NIS billion)

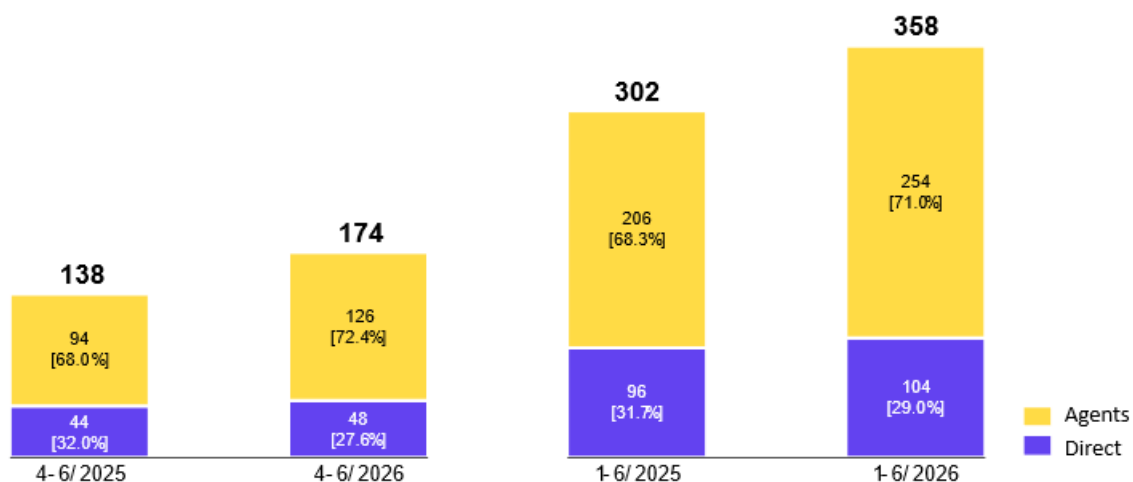


* The value of future earnings as of June 30, 2026 and as of June 30, 2025 includes Pension's embedded value as of December 31, 2025 and as of December 31, 2024 respectively.

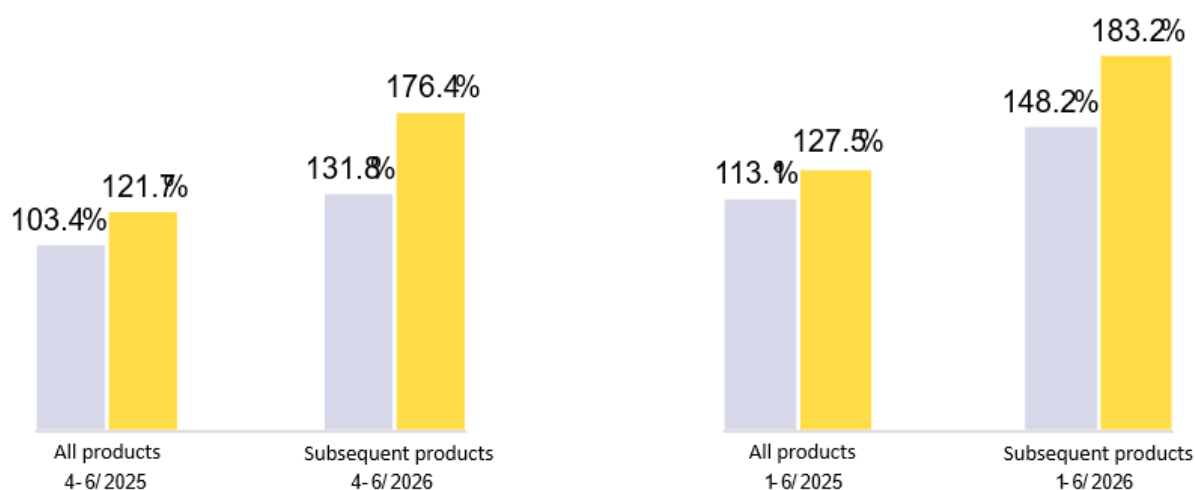
6.2 Movement in CSM in 1-6/2026 (in NIS billion)



A. Below is a breakdown of the new business (CSM) by distribution channels (in NIS million)



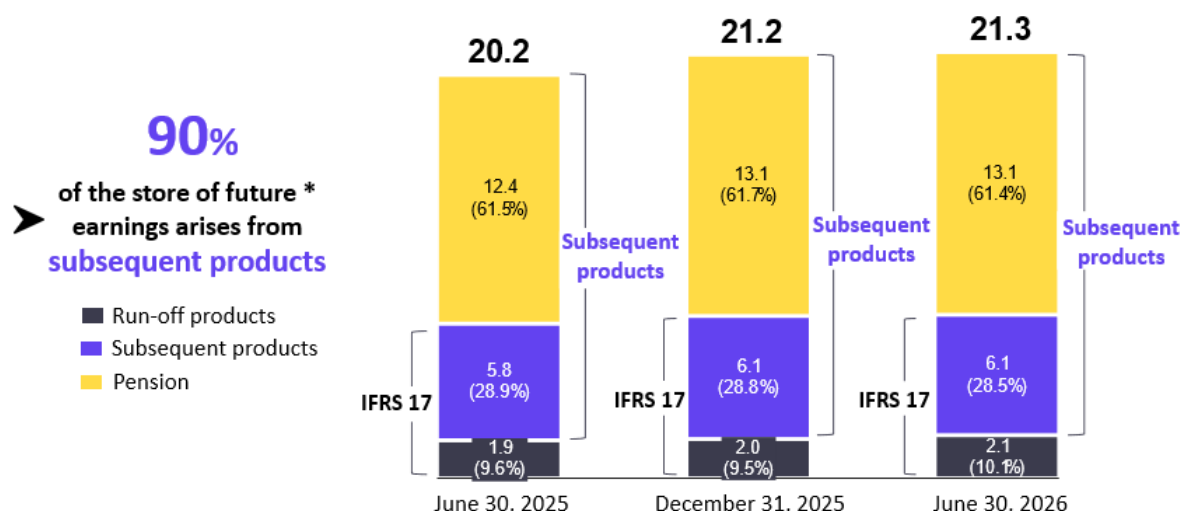
CSM rates - new business with respect to release (including interest):



B. Special effects

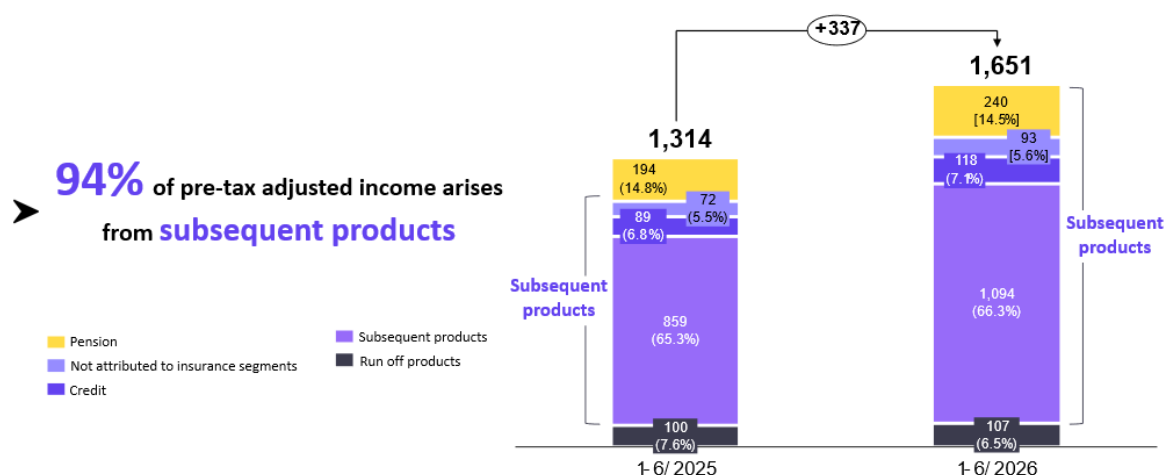
Reflects the effect of the interest rate curve and capital market returns on the balance of future earnings in participating savings products and pension products.

6.3 The balance of future earnings by products as of June 30, 2026, June 30, 2025 and December 31, 2025 (in NIS billion)

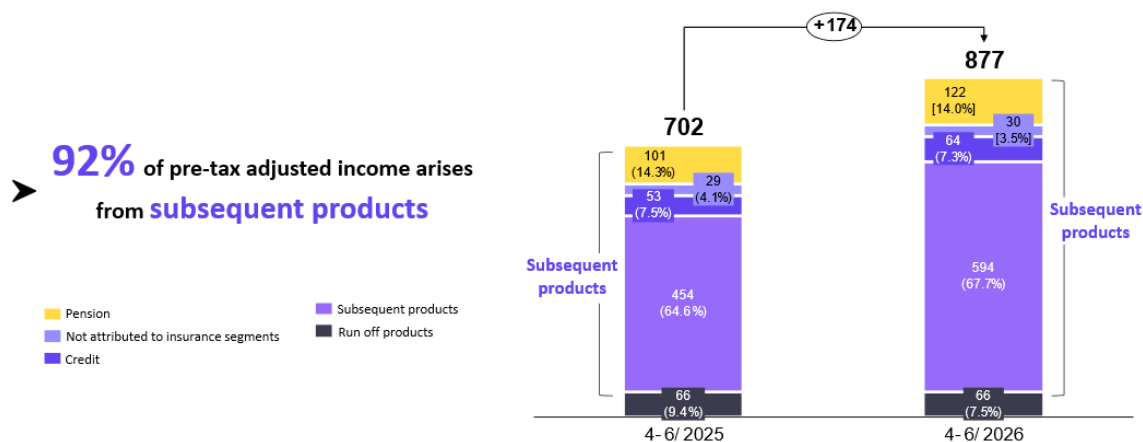


* The value of future earnings as of June 30, 2026 and June 30, 2025 includes Pension's embedded value as of December 31, 2025 and December 31, 2024 respectively.

6.4 Breakdown of adjusted income by product during the Reporting period and corresponding period last year (pre-tax, in NIS million)



6.5 Breakdown of adjusted income by product during the quarter and the corresponding quarter last year (pre-tax, in NIS million)



6.6 Embedded value - Pension

The calculation of the embedded value was carried out in accordance with the rules and principles set by the Commissioner of the Capital Market Authority, which adopted the rules and principles set in the report of a joint committee of the insurance companies and the Capital Market Authority, which was supported by consultants from Israel and abroad, in accordance with the provisions of the disclosure to the public directives; such a calculation is voluntary, but is reported to the Commissioner once a year as from 2017.

The embedded value of the Pension Subsegment is calculated in accordance with a best estimate³ based on assumptions that are mainly a result of projecting to the future existing experience relating to past events, within the environment in which the Company operates, and without conservatism factors. As a rule, the calculation of the embedded value of the Pension Subsegment was carried out in accordance with the practice of calculating the embedded value (EV) of insurance contracts in Israel. It is noted that the embedded value does not include the adjusted shareholders' equity.

³ Limitations and qualifications with regard to calculation of the best estimate:

- Generally, the underlying assumptions of the models were formulated mainly on the basis of studies and analyses which are based on Company's experience over the past few years, which did not include extreme events. Although there is low probability that extreme events will occur, the Company is unable to estimate this probability or the extent of the effect of those events.
- Since the Company did not have sufficient data, when calculating the BE it did not check the level of correlation between demographic and operational assumptions (such as lapse rates) and assumptions pertaining to market conditions (such as the interest rate), which may materially affect the BE.
- The determination of the BE should be based on an estimation of the distribution of the potential BEs. With no available significant statistical data that can be used to evaluate the distribution of BE for all demographic and operational factors, the Company used real assumptions of each and every parameter, according to the expected value of each relevant factor, without taking into account any correlation or dependency between the different assumptions, or between the assumptions and external economic parameters such as taxation, interest or employment levels in Israel.

The measurement of the embedded value of the Pension Subsegment is based on discounting by a risk-free interest rate of projected future cash flows, including future income, based on a best estimate which does not include margins of conservatism.

The calculation of the Pension Subsegment's embedded value was carried out by discounting the Pension Subsegment's expected future cash flows, using a model applied to existing information in the Company's operational systems and to multiple demographic, economic and behavioral assumptions. The expected cash flows include future management fees in view of the expected cancellation rates, net of expenses incurred to the Company, including fees and commissions to agents, etc.

The calculation of the Pension Subsegment's embedded value does not include cash flows in respect of new planholders, who have not yet joined the Company; however, it does include an assumption of continued contributions in respect of existing planholders. Furthermore, the calculation assumes that the Company shall continue as a going concern, i.e., that the structure of the Pension Subsegment will not change, and therefore, some of the fixed expenses in the future shall not be allocated to the current portfolio, but rather to a new business which is expected to be sold in the future.

It is likely that actual cash flows will vary to some degree on another from the estimates made on a best estimate basis, even if the underlying parameters of the calculation will not change in any way.

Following are the key assumptions on which the Company relied in the calculations:

A. Economic assumptions

Discount rate - risk-free interest rate curve based on the yield to maturity of bonds of the Government of Israel ("**risk-free interest**").

B. Operational assumptions

General and administrative expenses - the Company analyzed the expenses attributed to the Pension Subsegment and attributed them to various products and planholder types and to various activities such as ongoing operation, investment management, payment of pensions, etc. The expenses study is revised periodically and the different types of expenses are carried to the future cash flow with respect to the relevant factors. Future expenses and their allocation to future cash flows are determined based on multiple assessments and judgments applied by the Company, which affect the embedded value.

C. Demographic assumptions

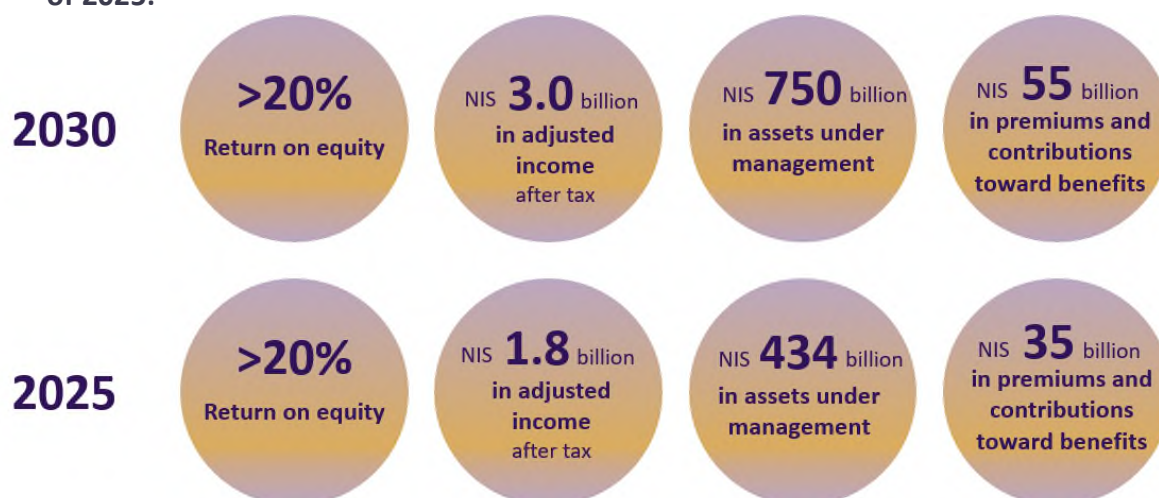
- Cancellations (discontinuation of contributions, customer churn and redemptions) - in accordance with Company's experience, as observed in periodic lapse studies, while making adjustments in accordance with the Company's estimates in cases where past experience does not faithfully represent the Company's expectations as to future changes.
- Future pay raises of active planholders - in accordance with Company's experience, as observed in periodic studies, while making adjustments in accordance with the Company's estimates in cases where past experience does not faithfully represent the Company's expectations as to future changes.
- Planholders and pensioners' mortality - in accordance with the consolidated circular regarding measurement of liabilities – revision of the demographic assumptions in Life Insurance & Savings and pension funds, which is valid as of the assessment date.
- Pension takeup rates, annuity takeup age - in accordance with the Company's experience as observed in periodic studies.

7. Long-term guidance

Towards the conclusion of the current strategic plan (2023–2026) and the successful achievement of the objectives set therein, the Company recently finalized and approved the strategic plan for 2027–2030 and the long-term objectives derived therefrom. The objectives include a substantial growth in income, total assets under management, equity, premiums and contributions towards benefits

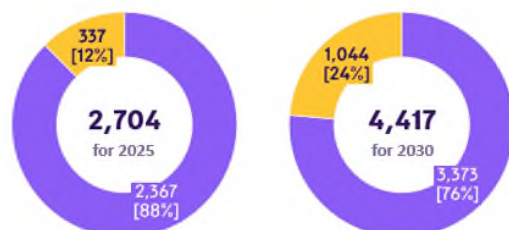
The plan is based on the continued establishment and expansion of the core segments (insurance, pension and provident), both by improving profitability in the existing portfolio (including, among other things, through accurate pricing, customer retention, streamlining claim handling and tight management of expenses) and by achieving profitable growth and increasing the Group's market share. Concurrently, in order to diversify the Company's revenue streams and activity, the plan includes continued development of supplementary growth engines in the credit, agencies and finance arms. The realization of all of the plan's objectives will be based both on organic growth in existing activities and on inorganic growth through the identification and acquisition of synergistic activities.

Following is a summary of the main guidance for 2030, compared to data at the end of 2025:



7.1 Adjusted income before and after tax (in NIS million)

Adjusted income mix before tax,
broken down into core income and income from Additional Activities

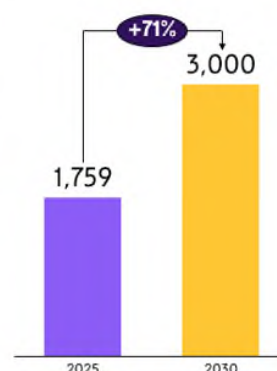


■ Core income ■ *Income from additional activities

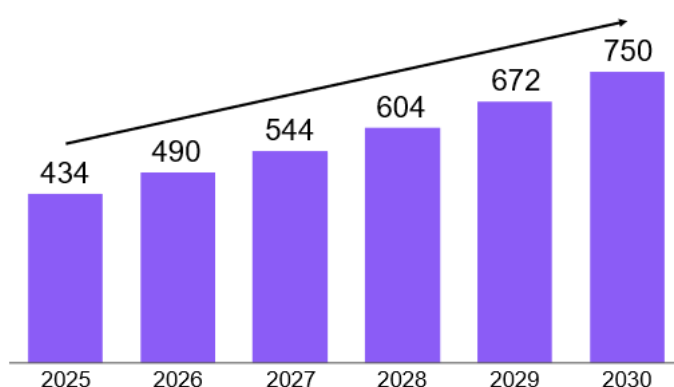
*Core income includes the Insurance Activities (Life and Health and Property and Casualty Insurance risks) and Long-Term Savings (Life, Pension and Provident)

**Income from additional activities includes the credit, agencies, finance, and income attributable to equity

Change in income, post-tax,
attributable to shareholders | 2025 vs. 2030



7.2 Development of assets under management in 2025-2030 (in NIS billion)

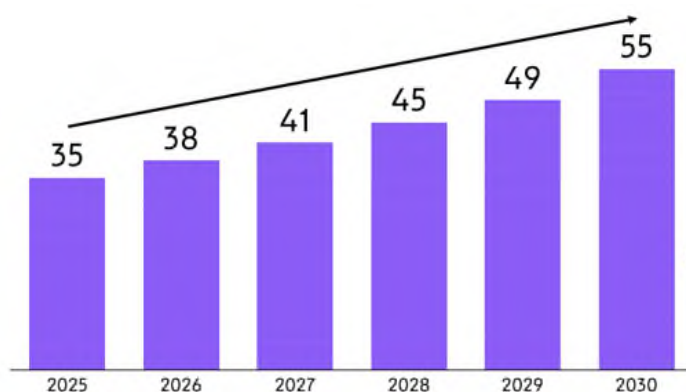


CAGR

11.6%

Consistent and significant growth
in assets under management

7.3 Development of premiums and contributions towards benefits in 2025-2030 (in NIS billion)



CAGR

9%

Consistent and significant growth
in contributions toward benefits

8. Cash flow

In NIS million	1-6/2026	1-6/2025	% of change	4-6/2026	4-6/2025	% of change	1-12/2025
Net cash provided by (used for) activity:							
Operating	380	1,282	(70.3%)	1,181	1,253	(5.7%)	2,227
Investment	(1,120)	(341)	228.5%	(562)	(59)	849.2%	(1,289)
Financing	254	103	145.2%	107	(335)		563
Exchange rate differences in respect of cash and cash equivalent balances	(25)	(62)	(60.1%)	(22)	(76)	(71.3%)	(100)
Change in the cash balance	(511)	982		705	784	(10.0%)	1,401
Cash balance at end of period	4,874	4,966	(1.9%)	4,874	4,966	(1.9%)	5,385

9. Developments in the macroeconomic environment

In September 2025, following the release of the hostages, a ceasefire agreement was reached regarding the war in Gaza, which broke out on October 7, 2023 (hereinafter - the "**Gaza War**"). Following the conclusion of the war with Iran in June 2025 (hereinafter - the "**War with Iran**") and the abovementioned ceasefire in the Gaza War, economic growth in Israel increased, such that in total Israel's GDP grew by 2.9% in 2025 compared to 1% in 2024.

On February 27, 2026, the United States and Israel attacked Iran in order to halt its advance towards nuclear weapons and impair its military capabilities. Fighting continued through the end of the first quarter of 2026. In response, Iran attacked Israel and other countries in the region, blocked the Strait of Hormuz and disrupted the supply of energy and raw materials, primarily to Asian countries. Energy commodity prices spiked sharply, with financial markets showing high volatility.

At the beginning of the second quarter of 2026, a ceasefire was reached following Operation Lion's Roar against Iran, and subsequently memorandums of understanding were signed between the United States and Iran and between Israel and Lebanon. Those developments led to a sharp decline in oil prices and Israel's risk premium, as well as an improvement in financial conditions; however, security uncertainty remained high, and in July 2026 the fighting between the United States and Iran resumed. Economic activity in Israel has gradually recovered from the sharp decline recorded in March 2026 with the return of employees and reservists to activity and a renewed increase in consumption, exports and imports.

The Bank of Israel's monthly Composite State of the Economy Index increased in June 2026 by 2.5%, reflecting the average growth rate in April-June 2026. The increase was mainly affected by the recovery in credit card transactions, commodity exports, importation of consumer goods and production inputs, revenues in the trade and services sectors, and in industrial production. However, the recovery rate remains relatively moderate compared to the extent of the shock recorded during the fighting, and GDP remains below the pre-war projected trend.

In July 2026, the Bank of Israel raised its growth forecast for 2026 to 4.0% and expects growth in 2027. The forecast is based on a continued decline in the intensity of the fighting, non-occurrence of another round of fighting against Iran, an increase in the number of foreign workers and a gradual discharge of reservists. Investments and exports are expected to grow at a high rate; however private consumption is expected to expand at a more moderate rate. Even at the end of 2027, GDP is expected to remain below the long-term path, mainly due to ongoing restrictions in labor supply.

The labor market remained tight after the temporary rise in unemployment during the fighting. The unemployment rate reverted to low levels, the number of job vacancies increased, and wage growth rate in March–May 2026 reached 6.8% compared to the corresponding period in 2025. Concurrently, the shortage of workers in some sectors continued and so did the gaps between demand and supply of workers, especially in the construction, trade and services sectors. In the housing market, the number of transactions remained low, alongside a moderate decline in house prices and a further increase in rent.

The inflation environment moderated during the second quarter of 2026. The Consumer Price Index decreased in May 2026 and remained without change in June 2026; annual inflation declined to 1.6% at the end of the second quarter of 2026. The drop in energy prices, the appreciation of the NIS during part of the period and weaker demand contributed to the moderated inflation environment; on the other hand, the housing component continued to increase at a high rate, and payroll costs and labor shortages may sustain pressures in the services sectors. The Bank of Israel expects the inflation rate in 2026 to be 1.8%.

In May 2026, the Bank of Israel lowered the interest rate by 0.25% to 3.75%, and in early July, carried out another reduction - to 3.5%. The decisions were made due to the lower inflation during 2026, the recovery in activity and the decrease in risk premium. However, the Bank emphasizes that further interest rate cuts depend on security developments, budgetary policies, exchange rates and inflation stabilizing within the target range. According to the Research Department's forecast, the average interest rate in the second quarter of 2027 is expected to be approx. 3.0%.

The budget deficit in the last 12 months decreased in June 2026 to 3.3% of GDP, mainly due to a sharp increase in tax revenues and a lower-than-planned spending rate in the first half of the year. However, this data does not necessarily reflect the expected picture at the end of the year: Defense costs are expected to increase later down the line and there is uncertainty regarding additional budget allocations. The Bank of Israel estimates the expected deficit in GDP to be 4.9% in 2026 and the debt to GDP ratio to be approx. 69%, assuming that there will be no additional expansion of the defense budget beyond the approved reserves.

Israeli markets performed relatively well during the second quarter of 2026, supported by the decline in the risk premium and the expectation of an improvement in the security situation. The NIS appreciated sharply after the ceasefire, but towards the end of the second quarter of 2026, depreciated and remained volatile. The decline in bond yields and risk margins reflected an improvement in risk assessment; however, fiscal and security developments continue to play a major role in asset pricing in Israel.

The International Monetary Fund estimates that the global economy will grow by 3.0% in 2026 and by 3.4% in 2027. The forecast reflects two opposite effects: The damage caused by the war in the Middle East and the temporary surge in energy prices, versus strong momentum in investments related to artificial intelligence and technological infrastructures. The adverse effect is notable mainly in countries which are dependent on energy imports, while countries and companies which are integrated into the value chain of the technology sector, especially artificial intelligence (AI), benefit from an increase in demand. The downward trend in global inflation has stalled, and the key risks remain the resumption of the conflicts, a further surge in energy prices, and a sharp correction in the financial markets.

In the United States, the expansion in activity continued in the second quarter of 2026, but such expansion was not uniform. Investments in computer equipment, data centers, electricity, and artificial intelligence infrastructure continued to be the primary growth engine, while private consumption and activity in the housing market remained moderate. The unemployment rate remained low, but the rate of employee recruitment remains low and wage increases have weakened. Annual inflation in May increased due to energy prices, and in June 2026 - was down after the decline in fuel prices, but remained higher than the target. In June, the Fed held the interest rate without change at 3.50%-3.75% and emphasized that activity and investments are strong, but inflation remains high. In May, a new Fed chair took office, and the new chair has adopted a hawkish stance supporting measures to reduce inflation to the 2% target.

The European economy suffered more from the spike in energy prices and the decline in consumer and business confidence, and activity continued to grow at a moderate rate, as inventory accumulation and investments in technology, defense, and infrastructure supported growth; however, the services and consumption sectors suffered against the backdrop of resurgence in inflation. In June 2026, the European Central Bank raised the interest rate by 0.25% to 2.25%. The Bank's forecast indicates an average inflation rate of 3.0% in 2026, with the expectation of gradual subsidence only further down the line.

In China and Asia, the expansion in activity continued, but at a non-uniform pace. Exports and investments in the technology sectors supported growth, while domestic consumption and the real estate market remained weak. Asian economies, which depend heavily on oil and gas imports from the Middle East, suffered a temporary hit to production costs and supply chains. The decline in energy prices subsequent to the declaration of the ceasefire alleviated the pressures, but the exposure to geopolitical shocks remained high.

9.1 Bonds and equities markets

In the first half of 2026, trading in global markets was mainly affected by the effects of the War with Iran on global energy prices, the effect of the AI revolution on technology companies, and the weakening of the USD. In the second quarter of 2026, most of the world's stock indices increased, due to, among other things, a correction of the slumps which occurred during March. The software sector (IGV), which decreased by approx. 24% in the first quarter of 2026, recorded a good recovery and recouped approximately half of the losses in the second quarter. The Israeli capital market stagnated in the second quarter of 2026 and underperformed compared to global markets in sharp contrast to the first quarter.

In the second quarter of 2026, the TA 35 and TA 125 indices were down by 0.8% and 0.2%, respectively, while the TA 90 index was up by 2.2%. The TA-Cleantech Index (which consists mainly of renewable energy companies) overperformed, increasing by 14.7%. On the other hand, the TA Oil and Gas Index underperformed with a 14.6% decrease alongside the TA Banking Index, which decreased by 6.2%.

In the United States, in the second quarter of 2026, the S&P 500, NASDAQ and Dow Jones indices increased by 14.9%, 21.4% and 12.9%, respectively. The trend in Europe was similar, albeit less intense. The STOXX Europe 600 Index rose by 10.0%, the German DAX Index rose by 10.2%, the French CAC Index rose by 7.5%, while England's FTSE Index was up 3.1%. In the East, impressive increases were recorded, with the Japanese Nikkei Index up by 37.2% and South Korea's KOSPI Index up by 67.8% (led by Samsung and SK).

Bond trading in Israel in the second quarter of 2026 was affected by the cessation of fighting in Iran and the decline in energy prices. The yield on 10-year NIS bonds, which stood at 4.1% at the end of the first quarter of 2026, declined to 3.7% at the end of the second quarter. The price of a 10-year NIS bonds was up by 4.2% while the 10-year CPI-linked bond was up by approx. 3.8%. The yield spread between 2-10 year and 10-30 year maturities was up slightly, by 0.4% and 0.6%, respectively. The Tel Gov Shekel Index was up by 3.3% in the second quarter of 2026 and the CPI-Linked Government Bonds Index was up by 2.7%. 10-year implied inflation expectations declined by approx. 0.2 % during the quarter, reaching 1.8%. The Tel Bond-20 Index increased by 3.4% and the Tel Bond 60 Index increased by 3.2%. The State of Israel's longest duration bonds (Government Bond 1152) was up by 5.7% in the second quarter of 2026.

In the United States, 10-year bond yields were volatile during the second quarter of 2026, ending the quarter with a 0.1% increase to 4.46%. During the second quarter of 2026, the yield spread between the trough (mid-April) and the peak (mid-May) stood at 0.4%.

In the second quarter of 2026, the NIS appreciated by 5.9% against the USD, reaching NIS 2.978 shekels per dollar. The foreign currency reserves of the Bank of Israel increased by approx. USD 1 billion in the second quarter of 2026, amounting to approx. USD 238.7 billion. During May and June, the Bank of Israel purchased approx. USD 1.8 billion.

9.2 Events subsequent to the balance sheet date

During July 2026, after the war between the US and Iran reignited, oil prices rose sharply by approx. 40%. Inflation concerns began to permeate the markets, leading to an increase in most global bond yields. The yield on 30-year US Treasuries approached 5.3% at the end of July 2026, marking a twenty-year high. At the end of July, the exchange rate of the JPY against the USD reached levels last seen 40 years ago. Following the above, the Japanese Ministry of Finance intervened in trading on the New York currency market by selling USD and acquiring JPY.

10. Financing sources

The balance of the loans and credit as of June 30, 2026 is approx. NIS 7,135 million compared to NIS 6,708 million as of December 31, 2025.

As of the report date, the Company's separate financial liabilities total approx. NIS 54 million originating from Bonds (Series C) whose maturity date falls in September 2026. The Company considers it important to maintain available financial assets at the amounts required to repay bonds and to cover its operating activities and those of its investees. In this regard, it is noted that as of the report date the Company has liquid financial assets totaling approx. NIS 854 million. As part of the rating of the bonds it raised, the Company declared that it intends to maintain liquid assets and credit facilities at a rate of 100% of debt repayments (principal and interest) one year in advance, in accordance with the bonds' amortization schedule.

11. Disclosure on exposure to, and management of, market risks

In accordance with the Securities Regulations (Periodic and Immediate Reports), 1970, the report regarding market risks and mitigation thereof relates to exposures of the Company and its consolidated companies, except for insurance companies. During the first six months of 2026, there were no material changes in the Company's exposures to market risks and their management, compared to what is described in the 2025 Periodic Report.

12. Corporate governance aspects

12.1 Disclosure on the financial statements' approval procedure in the Company

■ The identity of the organs charged with governance in the corporation

The organs charged with governance in the corporation are the CEO and CFO, at management level, and the Company's Financial Statements Review Committee, as defined in the Companies Regulations (Provisions and Conditions for Financial Statement Approval Procedure), 2010, which is the Balance Sheet Committee appointed by the Company's Board of Directors, whose role is - among other things - to discuss and issue recommendations to the Company's Board of Directors in connection with matters pertaining to the Company's financial statements, including the assessments and estimates made in connection with the financial statements, the internal controls regarding financial reporting, the integrity and adequacy of the disclosure in the financial statements, the opinion of the independent auditor, the accounting policy adopted and accounting treatment applied in connection with the corporation's material matters (hereinafter - the "**Balance Sheet Committee**"). It is noted that the Balance Sheet Committee is not the Company's Audit Committee.

■ Committee members

As of the report publication date, the Balance Sheet Committee comprises three members, all of whom serve as Company directors, as follows: Msrs. Gabriel Perel (ED and Chairman of the Balance Sheet Committee), Shai Feldman and Orit Stav (EDs) who possess accounting and financial expertise. All committee members possess the ability to read and understand financial statements. For details regarding the skills and experience of the directors, based on which the Company views them as persons who possess the ability to read and understand financial statements, see the Additional Details Report in the Periodic Report,. All members of the Balance Sheet Committee signed statements in accordance with the Companies Regulations (Provisions and Conditions for Financial Statement Approval Procedure), 2010. Meetings of the Company's Balance Sheet Committee are also attended by the Company's independent auditors.

■ Approval procedure of the financial statements

The Company's financial statements were discussed in a meeting of the Balance Sheet Committee held on August 19, 2026. All members of the Balance Sheet Committee attended the above-mentioned meeting. The meeting was also attended by Group officers and managers, as detailed below: Mssrs. Ari Kalman, CEO; Eran Griffel, Chairman of the Board of Directors; Ran Kalmi, CFO; Meir Levin, Chief Legal Counsel, and Eti Hirshman, Chief Internal Auditor. The independent auditors and the following officers and managers of the subsidiary - Menora Mivtachim Insurance - were also in attendance: Mssrs. Yehuda Ben Assayag - Chairman of the Board; Michael Kalman - CEO; Ran Kalmi - CFO, Dan Bar-On - Chief Actuary; Meir Levin - Chief Legal Counsel; Omri Gal - Head of Finance and Accounting; Anna Semenova - Supervisor Actuary, Health Insurance; David Ben Yitzhak - Life Insurance Actuary; Jacob Mauser - Supervisor Actuary - Property and Casualty Insurance, and Efrat Manela Shmueli, Head of the Corporate Department.

The draft interim financial statements of the Company as of June 30, 2026, including the Report of the Board of Directors, and the financial statements, were delivered to the members of the Balance Sheet Committee and Board of Directors in advance, several days prior to their approval date.

The Balance Sheet Committee selected - through a detailed presentation by the Company's officers - the material issues in its financial reporting; as part of this process, the following were presented and reviewed: Assessments and estimates made in connection with the financial statements; internal controls regarding financial reporting; the integrity and adequacy of financial statements disclosures; the accounting policies and accounting treatment applied to material issues, and the Company's financial statements data. Furthermore, data included in the financial statements was presented, including information regarding the Company's financial position and operating activities.

As part of the above-mentioned discussions, a review was held of the effectiveness of internal control over financial reporting.

The members of the committee assessed the judgment exercised by management in connection with the different issues, and after listening to the position of the Company's independent auditor, they reached the conclusion that the Company applied adequate accounting policies, and used adequate estimates and assessments. The committee formulated its recommendations regarding the various issues discussed, and recommended that the Board of Directors approve the interim report for the period ended June 30, 2026.

13. Dedicated disclosure for bond holders

13.1 Details regarding the corporation's bonds

There were no material changes with respect to Section 13 to The Report of the Board of Directors in the Periodic Report.

14. Disclosure provisions relating to the corporation's financial reporting

14.1 Reporting critical accounting estimates

There were no material changes in critical accounting estimates compared to those referred to in the Periodic Report.

14.2 Internal Control over Financial Reporting and Disclosure

The Group's institutional entities implement the provisions required under Sections 302 and 404 to the Sarbanes Oxley Act, all in accordance with the Commissioner's directives. In that context, the Group's institutional entities established work processes, that include, among other things, processes for disclosing and discussing events that affect the disclosure, and which are participated by those who take part in the preparation of the financial statements.

Accordingly, and further to the above, managements of the institutional entities, together with their CEOs and CFOs, assessed the effectiveness of the controls and procedures concerning the institutional entity's disclosure as of the end of the period covered in this report. Based on this assessment, it was concluded that, as of the end of this period, the controls and procedures as to the institutional entities' disclosure are sufficiently effective for recording, processing, summarizing, and reporting the information that the institutional entity is required to disclose in its quarterly report in accordance with the provisions of the law and the reporting provisions set by the Commissioner and on the date set out in these provisions. In addition, during the quarter ending June 30, 2026, no changes took place in the internal control over financial reporting of the institutional entities that had a material effect, or is expected to have a material effect, on the institutional entities' internal control over financial reporting.

15. Events subsequent to the balance sheet date

15.1 Investigation of the Histadrut affair

Further to that which is stated in the Company's Periodic Report for 2025 (Ref. No.: 2026-01-029230) regarding the request for documents and information from the Company pursuant to an ordinance, and the summoning for questioning of Menora Group officers under the investigation of the Histadrut affair, asset-freezing orders totaling NIS 93 million were issued with respect to one of the Company's accounts in July (an amount which is immaterial to the Company); furthermore, assets totaling NIS 90 million were frozen in the officers' accounts. It is noted that apart from the above, no restrictions were imposed on the Company and/or the officers. For details, see immediate reports dated December 30, 2025, January 21, 2026 (Ref. Nos.: 2026-01-008540 and 2025-01-105196, respectively) as well as reports dated July 6 and 7, 2026 (Ref. Nos.: 2026-01-063877 and 2026-01-064647, respectively).

15.2 First time rating and rating upgrade

In July 2026, Maalot published a new rating of Menora Insurance according to which the Company's rating and the rating of the notes issued by it and by Menora Mivtachim Capital Raising - a sub-subsidiary of the Company - will be iIAAA with a stable outlook, the rating of the notes included in the Tier 2 capital and the Hybrid Tier 2 capital is iIAA with a stable outlook, and the rating of the notes included in the Tier 1 capital is iIAA- with a stable outlook.

In August 2026, Midroog announced that it upgrades the rating of Menora Insurance and the rating of the notes issued by it and by Menora Mivtachim Capital Raising - a sub-subsidiary of the Company - such that the Company's rating will be Aaa with a stable outlook, the rating of the notes included in the Tier 2 capital and the Hybrid Tier 2 capital is Aa2 with a stable outlook, and the rating of the notes included in the Tier 1 capital is Aa3 with a stable outlook.

15.3 Acquisition of a subsidiary's equity

In July 2026, the Company's Board of Directors approved the signing of an agreement to acquire 4.98% of the issued and paid-up share capital of Allied Holdings Ltd. (hereinafter - "**Allied**") by Menora Mivtachim Pension and Provident Funds Ltd. The acquisition of the sold shares is made for a consideration of NIS 249 million.

15.4 Dividend

In August 2026, the Company declared a NIS 500 million dividend. Furthermore, the subsidiaries Menora Insurance, Menora Pension and Provident Funds, Shomera and Menora Finance have declared the distribution of a dividend totaling NIS 500 million, NIS 50 million, NIS 80 million and NIS 90 million, respectively.

15.5 Debt raising under consideration

In August 2026, the Company announced that Menora Mivtachim Capital Raising - a sub-subsidiary - was looking into debt raising by way of issuing a bond series. The issuance structure, terms, timing and scope have not yet been determined as of the report publication date and are subject to the Commissioner's approval. For further details, see the Company's immediate report dated August 17, 2026 (Ref. No.: 2026-01-076958).

The Board of Directors wishes to extend its sincere appreciation to the Group's employees, its management and agents for their work and contribution to the Group's achievements.

Eran Griffel
Chairman of the Board

Ari Kalman
CEO

Ramat Gan, August 24, 2026

Chapter B

Report on the Effectiveness of Internal Control over Financial Reporting and Disclosure

Quarterly Report on the Effectiveness of the Internal Control over Financial Reporting and Disclosure in accordance with Regulation 38C(a)

Management, under the supervision of the Board of Directors of Menora Mivtachim Holdings Ltd. (hereinafter - the **"Corporation"**) is responsible for establishing and maintaining adequate internal control over financial reporting and disclosure in the Corporation.

For this matter, the members of management are as follows:

1. Ari Kalman, CEO;
2. The other members of management:
Ran Kalmi, CFO
Lior Yochpaz, Chief Investment Officer

Internal control over financial reporting and disclosure consists of the Corporation's existing controls and procedures that have been planned by the chief executive officer and the most senior financial officer or under their supervision, or by the equivalent acting officers, under the supervision of the Corporation's Board of Directors, designed to provide reasonable assurance about the reliability of financial reporting and the preparation of the financial statements in compliance with applicable laws, and ensure that all information that the Company is required to disclose in the financial statements its publishes pursuant to law is collected, processed, summarized and reported in a timely manner and according to the format prescribed by law.

Among other things, internal controls include controls and procedures planned to ensure that all information that the Corporation is required to disclose as aforesaid is collected and transferred to the Corporation's management, including the chief executive officer and the most senior financial officer, or the equivalent acting officers, in order to allow decision making on a timely basis with respect to the disclosure requirements.

Due to its inherent limitations, internal control over financial reporting and disclosure is not designed to provide absolute assurance that misstatements or omissions of information in the financial statements shall be prevented or detected.

Menora Mivtachim Insurance Ltd., Shomera Insurance Company Ltd. and Menora Mivtachim Pension and Provident Funds Ltd., subsidiaries of the Corporation, are institutional entities which are subject to the directives of the Commissioner of the Capital Market, Insurance and Savings Authority (hereinafter - the **"Commissioner"** regarding the assessment of the effectiveness of internal controls over financial reporting.

With regard to the internal control in the aforementioned subsidiaries, the Corporation applies the following Commissioner's Directives: Institutional Entities Circular 2009-9-10, "Management's Responsibility for Internal Control over Financial Reporting" and Institutional Entities Circular 2010-9-7, "Internal Control over Financial Reporting - Certifications, Reports and Disclosures", including amendments to said circulars.

In the Quarterly Report on the Effectiveness of Internal Control over Financial Reporting and Disclosure attached to the quarterly report for the period ended March 31, 2026 (hereinafter - the **"Most Recent Quarterly Report of Internal Control"**), the internal control was found to be effective.

As of the report date, the Board of Directors and management have not been informed of any event or matter that may alter the assessment of the effectiveness of internal control, as found in the Most Recent Quarterly Report of Internal Control;

As of the report date, based on the above in the Most Recent Quarterly Report of Internal Control, and based on information brought to the attention of management and the Board of Directors as stated above, the internal control is effective.

Certification

Certification by the CEO

I, Ari Kalman, hereby certify as follows:

- (1) I have examined the quarterly report of Menora Mivtachim Holdings Ltd. (hereinafter - the **"Corporation"**) for the second quarter of 2026 (hereinafter - the **"Reports"**);
- (2) To my knowledge, the Reports do not contain any misrepresentation of a material fact, or omit a representation of a material fact that is necessary in order for the representations included therein - under the circumstances in which such representations were included - to be misleading as to the reporting period;
- (3) To my knowledge, the financial statements and other financial information included in the Reports fairly represent, in all material aspects, the Company's financial position, financial performance and cash flows of the Corporation as of the dates and for the periods covered by the Reports;
- (4) I have disclosed to the independent auditor of the Corporation, the Board of Directors, and the Corporation's audit and financial statements committees, based on my most recent evaluation of the internal control over financial reporting and disclosure, the following:
 - (a) All significant deficiencies and material weaknesses in the establishment or implementation of the internal controls over financial reporting and disclosure that may adversely affect, in a reasonable manner, the Corporation's ability to collect, process, summate or report financial information in a manner that may give rise to doubt as to the reliability of financial reporting and preparation of the financial statements in accordance with the provisions of the law; and -
 - (b) Any fraud, whether material or not, involving the chief executive officer or anyone directly reporting thereto or involving other employees who have a significant role in the internal control over financial reporting and disclosure;
- (5) I, alone or together with others in the Corporation, state that:
 - (a) I have established such controls and procedures, or ensured that such controls and procedures under my supervision be established and in place, designed to ensure that material information relating to the Corporation, including its consolidated companies as defined in the Securities Regulations (Annual Financial Statements), -2010, is brought to my attention by others in the Corporation and the consolidated companies, particularly during the Reports' preparation period; and -
 - (b) I have established controls and procedures, or ensured that such controls and provisions under my supervision be established and in place, designed to ensure, in a reasonable manner, the reliability of financial reporting and preparation of financial statements in accordance with the provisions of the law, including in accordance with generally accepted accounting principles;
 - (c) I have not been informed of any event or matter that occurred in the period between the most recent quarterly report date and the date of this Report, which may change the conclusion of the Board of Directors and management regarding the Effectiveness of Internal Control over Financial Reporting and Disclosure.

Nothing in the foregoing shall derogate from my responsibility or the responsibility of any other person, under any law.

Ramat Gan, August 24, 2026

Ari Kalman, CEO

Certification

Certification by the Most Senior Financial Officer

I, Ran Kalmi, hereby certify that as follows:

- (1) I have reviewed the Interim Financial Statements and Other Financial Information included in the interim report of Menora Mivtachim Holdings Ltd. (hereinafter - the **"Corporation"**) for the second quarter of 2026 (hereinafter – the **"Reports"** or **"Interim Reports"**);
- (2) To my knowledge, the Interim Financial Statements and Other Financial Information included in the Interim Reports do not contain any misrepresentation of a material fact, nor omit a representation of a material fact that is necessary in order for the representations included therein - under the circumstances in which such representations were included - to be misleading as to the reporting period;
- (3) To my knowledge, the Interim Financial Statements and other financial information included in the Interim Reports present fairly, in all material aspects, the Company's financial position, financial performance and cash flows of the Corporation as of the dates and for the periods covered by the Reports;
- (4) I have disclosed to the independent auditor of the Corporation, the Board of Directors, and the Corporation's audit and financial statements committees, based on my most recent evaluation of the internal control over financial reporting and disclosure, the following:
 - (a) All significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting and disclosure insofar as it relates to the Interim Financial Statements and other financial information included in the Interim Reports, that could reasonably adversely affect the Corporation's ability to collect, process, summarize or report financial information so as to cast doubt on the reliability of financial reporting and the preparation of the financial statements in accordance with law; and -
 - (b) Any fraud, whether material or not, involving the chief executive officer or anyone directly reporting thereto or involving other employees who have a significant role in the internal control over financial reporting and disclosure;
- (5) I, alone or together with others in the Corporation, state that:
 - (a) I have established such controls and procedures, or ensured that such controls and procedures under my supervision be established and in place, designed to ensure that material information relating to the Corporation, including its consolidated companies as defined in the Securities Regulations (Annual Financial Statements), -2010, is brought to my attention by others in the Corporation and the consolidated companies, particularly during the Reports' preparation period; and -
 - (b) I have established controls and procedures, or ensured that such controls and provisions under my supervision be established and in place, designed to ensure, in a reasonable manner, the reliability of financial reporting and preparation of financial statements in accordance with the provisions of the law, including in accordance with generally accepted accounting principles;
 - (c) I have not been informed of any event or matter that occurred in the period between the most recent quarterly report date and the date of this Report, relating to the Interim Financial Statements and to any other financial information included in the Interim Reports, which may, in my opinion, change the conclusion of the Board of Directors and management regarding the effectiveness of internal control over financial reporting and disclosure.

Nothing in the foregoing shall derogate from my responsibility or the responsibility of any other person, under any law.

Ramat Gan, August 24, 2026

Ran Kalmi, CFO

Chapter C

Financial Statements

Consolidated Interim Financial Statements As of June 30, 2026 Unaudited

Menora Mivtachim Holdings Ltd.

Consolidated Interim Financial Statements

As of June 30, 2026

Unaudited

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Shape the future
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Review Report of Independent Auditors to the Shareholders of Menora Mivtachim Holdings Ltd.

Introduction

We have reviewed the accompanying financial information of Menora Mivtachim Holdings Ltd. and its subsidiaries (hereinafter - the "**Group**"), including the condensed consolidated statement of financial position as of June 30, 2026 and the condensed consolidated statements of profit and loss, comprehensive income, changes in equity and cash flows for the six-and three-month periods then ended. The Board of Directors and management are responsible for the preparation and presentation of financial information for these interim periods in accordance with IAS 34 - Interim Financial Reporting and in accordance with the disclosure requirements set by the Commissioner of the Capital Market, Insurance and Savings in accordance with the Financial Services Supervision Law (Insurance), 1981; they are also responsible for the preparation of financial information for these interim periods in accordance with Chapter D to the Securities Regulations (Periodic and Immediate Reports), 1970, insofar as these regulations apply to a corporation consolidating insurance companies. Our responsibility is to express a conclusion regarding the financial information for this interim period based on our review.

We did not review these condensed interim financial information of equity-accounted companies, the investment in which amounted to approx. NIS 293,849 thousand as of June 30, 2026, and the Group's share in the profits of which totaled NIS 21,589 thousand and a total of NIS 12,699 thousand for the six-month and three-month periods then ended. The condensed interim financial information of the above companies was audited by other independent auditors, whose review reports have been furnished to us, and our conclusion, insofar as it relates to financial information in respect of these companies, is based on the review reports of the other independent auditors.

Review scope

We performed our review pursuant to Review Standard (Israel) 2410 of the Institute of Certified Public Accountants in Israel, Review of Interim Financial Information Performed by the Independent Auditor of the Entity. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially smaller in scope than an audit performed pursuant to generally accepted auditing standards in Israel and, as a result, does not enable us to obtain assurance that we would become aware of all significant matters that may be identified in an audit. Consequently, we are not expressing an audit opinion.

Conclusion

Based on our review and the review reports of other independent auditors, nothing has come to our attention that causes us to believe that the above-mentioned financial information does not comply, in all material respects, with IAS 34 and with the disclosure requirements set by the Commissioner of the Capital Market, Insurance and Savings in accordance with the Financial Services Supervision Law (Insurance) Law, 1981.

In accordance with the previous paragraph, based on our review and the review reports of other independent auditors, nothing has come to our attention that causes us to believe that the above-mentioned financial information does not comply, in all material respects, with the disclosure provisions of Chapter D of the Securities Regulations (Periodic and Immediate Reports), 1970, insofar as the regulations are applicable to a corporation consolidating insurance companies.

Emphasis of matter

Without qualifying the above conclusion, we draw attention to that which is stated in Note 11 to the Consolidated Interim Financial Statements regarding exposure to contingent liabilities.

Tel Aviv,
August 24, 2026

Kost Forer Gabbay & Kasierer
Certified Public Accountants

Consolidated Statements of Financial Position

Assets

	Note	As of June 30		As of
		2026	2025	December
		Unaudited		31, 2025
		NIS thousand		Audited
Cash and cash equivalents				
for yield-dependent contracts		3,139,922	3,062,046	2,730,487
Other cash and cash equivalents		1,733,607	1,903,633	2,654,152
Financial investments for yield-dependent contracts	5.A	36,956,794	33,796,850	35,770,819
Other financial investments measured at fair value	5.B	19,092,256	17,147,850	18,805,305
Other financial investments measured at depreciated cost	5.B	11,597,367	10,180,713	10,568,239
Receivables and debit balances		315,462	264,429	358,110
Current tax assets		9,175	9,995	15,292
Insurance contract assets		1,842,443	1,411,946	1,671,191
Reinsurance contract assets		3,829,543	3,601,213	3,621,761
Equity-accounted investments		724,015	658,467	710,149
Investment property for yield-dependent contracts		174,381	176,861	167,471
Investment property - other		735,812	697,916	683,811
Property, plant, and equipment measured at fair value		895,131	853,319	849,758
Other property, plant and equipment		145,071	159,790	158,541
Intangible assets and goodwill		1,982,806	1,872,443	1,881,368
Costs of obtaining investment management service contracts		973,186	793,463	858,694
Deferred tax assets		1,217	1,271	907
Total assets		<u>84,148,188</u>	<u>76,592,205</u>	<u>81,506,055</u>
Total assets for yield-dependent contracts		<u>40,271,097</u>	<u>37,035,757</u>	<u>38,668,777</u>

The accompanying notes are an integral part of the Consolidated Interim Financial Statements.

Consolidated Statements of Financial Position (cont.)

Equity and liabilities

	Note	As of June 30		As of
		2026	2025	December
		Unaudited		31, 2025
		NIS thousand		Audited
<u>Liabilities</u>				
Loans and credit	6	7,806,817	5,750,402	6,707,932
Held-for-trading financial liabilities		204,700	130,561	78,576
Payables and credit balances		1,466,853	1,164,256	1,420,437
Liability for current taxes		414,018	544,809	959,235
Liabilities for yield-dependent investment contracts	4	8,047,351	6,100,451	6,964,698
Liabilities for non-yield-dependent investment contracts *)	4	5,181,726	5,238,650	5,190,266
Liabilities for insurance contracts	4	50,191,471	48,043,924	49,742,262
Liabilities for reinsurance contracts	4	94,537	98,769	97,632
Liabilities for employee benefits, net		135,105	132,011	134,470
Liabilities for deferred taxes		689,493	747,947	761,392
Total liabilities		74,232,071	67,951,780	72,056,900
<u>Equity</u>				
Share capital		99,429	99,429	99,429
Share premium		317,257	316,563	316,522
Treasury shares		(57,076)	(64,920)	(64,641)
Capital reserves		70,841	327,187	340,217
Retained earnings		9,247,831	7,712,620	8,495,199
Total equity attributable to the Company’s shareholders		9,678,282	8,390,879	9,186,726
Non-controlling interests		237,835	249,546	262,429
Total equity		9,916,117	8,640,425	9,449,155
Total liabilities and equity		84,148,188	76,592,205	81,506,055

*) This line item also includes liabilities for contracts for the management of guaranteed return provident funds.

The accompanying notes are an integral part of the Consolidated Interim Financial Statements.

August 24, 2026

**Approval date of the
financial statements**

Eran Griffel
Chairman of the Board

Ari Kalman
CEO

Ran Kalmi
CFO

Consolidated Statements of Income

	Note	For the 6 months ended June 30		For the 3 months ended June 30		For the year ended December 31
		2026	2025	2026	2025	2025
		Unaudited				Audited
		NIS thousand [excluding earnings per share data]				
Revenues from insurance services		4,376,413	4,133,860	2,192,557	2,095,986	8,508,317
Expenses from insurance services		(3,273,117)	(3,260,400)	(1,597,157)	(1,558,788)	(6,466,633)
Income from insurance services before reinsurance contracts held		1,103,296	873,460	595,400	537,198	2,041,684
Reinsurance expenses		(705,819)	(714,002)	(351,413)	(328,055)	(1,456,273)
Reinsurance revenues		547,500	586,991	282,790	204,057	983,492
Net expenses from reinsurance contracts held		(158,319)	(127,011)	(68,623)	(123,998)	(472,781)
Income from insurance services	8	944,977	746,449	526,777	413,200	1,568,903
Investment income, net from assets held against insurance contracts and yield-dependent investment contracts		2,194,297	2,171,680	2,131,935	2,170,379	5,202,857
Other investment income (losses), net:						
Interest revenues calculated using the effective interest method		484,194	433,546	283,306	248,259	901,746
Net losses from impairment of financial assets		(51,817)	(6,517)	(26,115)	(5,360)	(79,678)
Other investment income, net		891,812	896,939	758,663	781,440	1,816,872
Share in income (losses) of equity-accounted subsidiaries closely related to the investing activity		(1,659)	(2,357)	90	(2,966)	36,241
Total income from other investments, net		1,322,530	1,321,611	1,015,944	1,021,373	2,675,181
Total investment income, net		3,516,827	3,493,291	3,147,879	3,191,752	7,878,038
Finance expenses, net arising from insurance contracts		(2,091,784)	(2,209,680)	(1,976,703)	(2,120,028)	(4,947,625)
Finance income, net arising from reinsurance contracts		70,852	90,048	96,536	92,102	148,826
Increase in liabilities in respect of investment contracts due to the yield component *)		(589,626)	(528,547)	(550,839)	(463,168)	(1,195,388)
Net investment and finance income	9	906,269	845,112	716,873	700,658	1,883,851
Income, net from insurance and investment		1,851,246	1,591,561	1,243,650	1,113,858	3,452,754
Revenues from management fees		654,508	574,718	333,439	293,203	1,198,893
Revenues from fees and commissions		75,888	75,239	40,467	39,639	151,462
Other operating expenses		(577,531)	(525,708)	(307,357)	(273,270)	(1,089,525)
Other revenues (expenses), net		(11,028)	75,567	(5,617)	14,396	85,407
Other finance expenses		(167,426)	(107,360)	(97,940)	(68,633)	(253,280)
Share in income of equity-accounted subsidiaries which are not closely related to the investing activity		33,105	24,575	17,917	14,522	52,750
Profit before income tax		1,858,762	1,708,592	1,224,559	1,133,715	3,598,461
Income tax		625,527	566,558	420,621	385,421	1,191,544
Income for the period		1,233,235	1,142,034	803,938	748,294	2,406,917
Attributable to:						
Company's shareholders		1,253,380	1,119,387	789,509	735,663	2,350,981
Non-controlling interests		(20,145)	22,647	14,429	12,631	55,936
Net income		1,233,235	1,142,034	803,938	748,294	2,406,917
Basic earnings per share attributable to the Company's shareholders (in NIS)		20.07	17.97	12.64	11.80	37.71
Diluted net earnings per share attributable to the Company's shareholders (in NIS)		19.81	17.76	12.47	11.66	37.29

*) This line item also includes the interest expenses calculated using the effective interest method for non-yield-dependent investment contracts and the finance expenses for contracts for management of guaranteed return provident funds.

The accompanying notes are an integral part of the Consolidated Interim Financial Statements.

Consolidated Statements of Comprehensive Income

	For the 6 months ended June 30		For the 3 months ended June 30		For the year ended December 31
	2026	2025	2026	2025	2025
	Unaudited				Audited
	NIS thousand				
Net income	1,233,235	1,142,034	803,938	748,294	2,406,917
Other comprehensive income (loss):					
<u>Items of other comprehensive income (loss) not subsequently carried to profit or loss:</u>					
Impairment of property, plant and equipment, net	-	(29,805)	-	(29,805)	(30,058)
Gains (losses) from remeasurement of defined benefit plan for employees	(1,141)	820	(1,521)	1,021	2,224
Total other comprehensive loss not to be subsequently carried to profit or loss before income tax	(1,141)	(28,985)	(1,521)	(28,784)	(27,834)
Tax benefit associated with items of other comprehensive income not to be subsequently carried to profit or loss	(386)	(6,540)	(512)	(6,476)	(6,150)
Total other comprehensive loss not to be subsequently carried to profit or loss, net of tax	(755)	(22,445)	(1,009)	(22,308)	(21,684)
<u>Items of other comprehensive income (loss) subsequently carried or will be carried to profit or loss:</u>					
Foreign currency translation differences for a foreign operation	(8,024)	(1,548)	(9,413)	(1,363)	578
Share in other comprehensive income, net of associates	366	9,672	2,003	1,164	8,590
Total other comprehensive income (loss) which has been or will be carried to profit or loss, before income tax	(7,658)	8,124	(7,410)	(199)	9,168
Tax benefit associated with items of other comprehensive income which were carried or will be carried to profit or loss	(4,218)	(2,015)	(3,929)	(2,803)	(3,630)
Total other comprehensive income (loss) which has been or will be carried to profit or loss, net of tax	(3,440)	10,139	(3,481)	2,604	12,798
Total other comprehensive loss for the period, net of tax	(4,195)	(12,306)	(4,490)	(19,704)	(8,886)
Total comprehensive income for the period	1,229,040	1,129,728	799,448	728,590	2,398,031
Attributable to:					
Company's shareholders	1,249,270	1,107,071	785,073	715,982	2,342,143
Non-controlling interests	(20,230)	22,657	14,375	12,608	55,888
Total comprehensive income	1,229,040	1,129,728	799,448	728,590	2,398,031

The accompanying notes are an integral part of the Consolidated Interim Financial Statements.

Consolidated Statements of Changes in Equity

	Attributable to the Company's shareholders									Non-controlling interests	Total equity
	Share capital	Share premium	Treasury shares	Capital reserve for share-based payment transaction	Adjustments arising from translation of financial statements of foreign operations	Revaluation capital reserve	Other capital reserves	Retained earnings	Total		
Unaudited											
NIS thousand											
Balance as of January 1, 2026 (audited)	99,429	316,522	(64,641)	59,855	(26,924)	291,480	15,806	8,495,199	9,186,726	262,429	9,449,155
Net income (loss)	-	-	-	-	-	-	-	1,253,380	1,253,380	(20,145)	1,233,235
Adjustments arising from translation of financial statements of foreign operations	-	-	-	-	(7,947)	-	-	-	(7,947)	(77)	(8,024)
Loss due to remeasurement of defined benefit plans	-	-	-	-	-	-	-	(1,130)	(1,130)	(11)	(1,141)
Share in other comprehensive income of associates	-	-	-	-	366	-	-	-	366	-	366
Tax benefit with respect to other comprehensive loss items	-	-	-	-	4,218	-	-	382	4,600	-	4,600
Total other comprehensive loss	-	-	-	-	(3,363)	-	-	(748)	(4,111)	(88)	(4,199)
Total comprehensive income (loss)	-	-	-	-	(3,363)	-	-	1,252,632	1,249,269	(20,233)	1,229,036
Exercise of employee options	-	735	7,565	(8,300)	-	-	-	-	-	-	-
Cost of share-based payment	-	-	-	8,414	-	-	-	-	8,414	-	8,414
Acquisition of non-controlling interests - see Note 12, Subsection B and C	-	-	-	-	-	-	(255,376)	-	(255,376)	7,844	(247,532)
Change in non-controlling interests for a put option	-	-	-	-	-	-	(10,751)	-	(10,751)	(5,481)	(16,232)
Dividend distributed	-	-	-	-	-	-	-	(500,000)	(500,000)	(6,724)	(506,724)
Balance as of June 30, 2026	99,429	317,257	(57,076)	59,969	(30,287)	291,480	(250,321)	9,247,831	9,678,282	237,835	9,916,117

The accompanying notes are an integral part of the Consolidated Interim Financial Statements.

Consolidated Statements of Changes in Equity (cont.)

	Attributable to the Company's shareholders									Non-controlling interests	Total equity
	Share capital	Share premium	Treasury shares	Capital reserve for share-based payment transaction	Adjustments arising from translation of financial statements of foreign operations	Revaluation capital reserve	Other capital reserves	Retained earnings	Total		
Unaudited											
NIS thousand											
Balance as of January 1, 2025 (audited)	99,429	326,460	(84,019)	58,833	(39,739)	314,624	13,535	6,742,727	7,431,850	198,871	7,630,721
Net income	-	-	-	-	-	-	-	1,119,387	1,119,387	22,647	1,142,034
Adjustments arising from translation of financial statements of foreign operations	-	-	-	-	(1,559)	-	-	-	(1,559)	11	(1,548)
Impairment of property, plant and equipment	-	-	-	-	-	(29,805)	-	-	(29,805)	-	(29,805)
Gain (loss) due to remeasurement of defined benefit plans	-	-	-	-	-	-	-	821	821	(1)	820
Share in other comprehensive income of associates	-	-	-	-	9,672	-	-	-	9,672	-	9,672
Tax benefit (income tax) relating to items of other comprehensive income (loss)	-	-	-	-	2,015	6,855	-	(315)	8,555	-	8,555
Total other comprehensive income (loss)	-	-	-	-	10,128	(22,950)	-	506	(12,316)	10	(12,306)
Total comprehensive income (loss)	-	-	-	-	10,128	(22,950)	-	1,119,893	1,107,071	22,657	1,129,728
Exercise of employee options	-	(9,897)	19,099	(9,202)	-	-	-	-	-	-	-
Cost of share-based payment	-	-	-	2,368	-	-	-	-	2,368	(334)	2,034
Non-controlling interests in a company consolidated for the first time	-	-	-	-	-	-	-	-	-	41,220	41,220
Change in non-controlling interests for a put option	-	-	-	-	-	-	(410)	-	(410)	(2,889)	(3,299)
Dividend distributed	-	-	-	-	-	-	-	(150,000)	(150,000)	(9,979)	(159,979)
Balance as of June 30, 2025	99,429	316,563	(64,920)	51,999	(29,611)	291,674	13,125	7,712,620	8,390,879	249,546	8,640,425

The accompanying notes are an integral part of the Consolidated Interim Financial Statements.

Consolidated Statements of Changes in Equity (cont.)

	Attributable to the Company's shareholders										Non-controlling interests	Total equity
	Share capital	Share premium	Treasury shares	Capital reserve for share-based payment transaction	Adjustments arising from translation of financial statements of foreign operations	Revaluation capital reserve	Other capital reserves	Retained earnings	Total			
Unaudited												
NIS thousand												
Balance as of April 1, 2026	99,429	317,041	(58,005)	57,185	(26,853)	291,480	(245,219)	8,459,325	8,894,383	218,787	9,113,170	
Net income	-	-	-	-	-	-	-	789,509	789,509	14,429	803,938	
Adjustments arising from translation of financial statements of foreign operations	-	-	-	-	(9,366)	-	-	-	(9,366)	(47)	(9,413)	
Loss due to remeasurement of defined benefit plans	-	-	-	-	-	-	-	(1,511)	(1,511)	(10)	(1,521)	
Share in other comprehensive income, net of associates	-	-	-	-	2,003	-	-	-	2,003	-	2,003	
Tax benefit with respect to other comprehensive loss items	-	-	-	-	3,929	-	-	508	4,437	-	4,437	
Total other comprehensive loss	-	-	-	-	(3,434)	-	-	(1,003)	(4,437)	(57)	(4,494)	
Total comprehensive income (loss)	-	-	-	-	(3,434)	-	-	788,506	785,072	14,372	799,444	
Exercise of employee options	-	216	929	(1,145)	-	-	-	-	-	-	-	
Cost of share-based payment	-	-	-	3,929	-	-	-	-	3,929	-	3,929	
Acquisition of non-controlling interests	-	-	-	-	-	-	-	-	-	9,465	9,465	
Change in non-controlling interests for a put option	-	-	-	-	-	-	(5,102)	-	(5,102)	(4,411)	(9,513)	
Dividend distributed	-	-	-	-	-	-	-	-	-	(378)	(378)	
Balance as of June 30, 2026	99,429	317,257	(57,076)	59,969	(30,287)	291,480	(250,321)	9,247,831	9,678,282	237,835	9,916,117	

The accompanying notes are an integral part of the Consolidated Interim Financial Statements.

Consolidated Statements of Changes in Equity (cont.)

	Attributable to the Company's shareholders								Non-controlling interests	Total equity	
	Share capital	Share premium	Treasury shares	Capital reserve for share-based payment transaction	Adjustments arising from translation of financial statements of foreign operations	Revaluation capital reserve	Other capital reserves	Retained earnings			
											Total
Unaudited											
NIS thousand											
Balance as of April 1, 2025	99,429	317,289	(66,689)	52,107	(32,237)	314,624	13,021	6,976,314	7,673,858	205,646	7,879,504
Net income	-	-	-	-	-	-	-	735,663	735,663	12,631	748,294
Adjustments arising from translation of financial statements of foreign operations	-	-	-	-	(1,341)	-	-	-	(1,341)	(22)	(1,363)
Impairment of property, plant and equipment	-	-	-	-	-	(29,805)	-	-	(29,805)	-	(29,805)
Gain (loss) due to remeasurement of defined benefit plans	-	-	-	-	-	-	-	1,022	1,022	(1)	1,021
Share in other comprehensive income, net of associates	-	-	-	-	1,164	-	-	-	1,164	-	1,164
Tax benefit (income tax) relating to items of other comprehensive income (loss)	-	-	-	-	2,803	6,855	-	(379)	9,279	-	9,279
Total other comprehensive income (loss)	-	-	-	-	2,626	(22,950)	-	643	(19,681)	(23)	(19,704)
Total comprehensive income (loss)	-	-	-	-	2,626	(22,950)	-	736,306	715,982	12,608	728,590
Exercise of employee options	-	(726)	1,769	(1,043)	-	-	-	-	-	-	-
Cost of share-based payment	-	-	-	935	-	-	-	-	935	(347)	588
Non-controlling interests in a company consolidated for the first time	-	-	-	-	-	-	-	-	-	41,220	41,220
Change in non-controlling interests for a put option	-	-	-	-	-	-	104	-	104	(1,762)	(1,658)
Dividend distributed	-	-	-	-	-	-	-	-	-	(7,819)	(7,819)
Balance as of June 30, 2025	99,429	316,563	(64,920)	51,999	(29,611)	291,674	13,125	7,712,620	8,390,879	249,546	8,640,425

The accompanying notes are an integral part of the Consolidated Interim Financial Statements.

Consolidated Statements of Changes in Equity (cont.)

	Attributable to the Company's shareholders								Non-controlling interests	Total equity	
	Share capital	Share premium	Treasury shares	Capital reserve for share-based payment transaction	Adjustments arising from translation of financial statements of foreign operations	Revaluation capital reserve	Other capital reserves	Retained earnings			Total
Audited											
NIS thousand											
Balance as of January 1, 2025	99,429	326,460	(84,019)	58,833	(39,739)	314,624	13,535	6,742,727	7,431,850	198,871	7,630,721
Net income	-	-	-	-	-	-	-	2,350,981	2,350,981	55,936	2,406,917
Adjustments arising from translation of financial statements of foreign operations	-	-	-	-	595	-	-	-	595	(17)	578
Impairment of property, plant and equipment	-	-	-	-	-	(30,058)	-	-	(30,058)	-	(30,058)
Gain (loss) due to remeasurement of defined benefit plans	-	-	-	-	-	-	-	2,266	2,266	(42)	2,224
Share in other comprehensive income, net of associates	-	-	-	-	8,590	-	-	-	8,590	-	8,590
Tax benefit (income tax) relating to items of other comprehensive income (loss)	-	-	-	-	3,630	6,914	-	(775)	9,769	11	9,780
Total other comprehensive income (loss)	-	-	-	-	12,815	(23,144)	-	1,491	(8,838)	(48)	(8,886)
Total comprehensive income (loss)	-	-	-	-	12,815	(23,144)	-	2,352,472	2,342,143	55,888	2,398,031
Exercise of employee options	-	(9,938)	19,378	(9,440)	-	-	-	-	-	-	-
Cost of share-based payment	-	-	-	10,462	-	-	-	-	10,462	(334)	10,128
Non-controlling interests in a company consolidated for the first time	-	-	-	-	-	-	-	-	-	37,614	37,614
Change in non-controlling interests for a put option	-	-	-	-	-	-	2,271	-	2,271	(5,125)	(2,854)
Dividend distributed	-	-	-	-	-	-	-	(600,000)	(600,000)	(24,485)	(624,485)
Balance as of December 31, 2025	99,429	316,522	(64,641)	59,855	(26,924)	291,480	15,806	8,495,199	9,186,726	262,429	9,449,155

The accompanying notes are an integral part of the Consolidated Interim Financial Statements.

Consolidated Statements of Cash Flows

	Appendix	For the 6 months ended June 30		For the 3 months ended June 30		For the year ended December 31
		2026	2025	2026	2025	2025
		Unaudited				Audited
		NIS thousand				
<u>Cash flows from operating activities</u>	(a)	380,210	1,282,307	1,181,201	1,253,235	2,227,174
<u>Cash flows provided by investing activities</u>						
Repayment of investments (investments) in investees		3	(1,058)	304	(355)	1,764
Cash received (paid) due to acquisition of a subsidiary consolidated for the first time	(d)	(25,407)	4,779	(25,407)	4,779	4,779
Investment in property, plant and equipment		(55,429)	(10,781)	(19,882)	(6,365)	(32,079)
Investment in intangible assets		(148,487)	(101,369)	(87,392)	(50,986)	(217,144)
Acquisitions of financial investments by non-insurer Group companies, net		(893,240)	(231,770)	(430,012)	(8,149)	(1,052,716)
Repayment (provision) of loans to investees		(113)	(1,657)	(289)	1,693	(926)
Dividend received from investees		2,220	946	1,150	242	6,294
Proceeds from disposal (purchases) of property, plant and equipment		446	(7)	-	(15)	643
Net cash used for investing activities		(1,120,007)	(340,917)	(561,528)	(59,156)	(1,289,385)
<u>Cash flows provided by financing activities</u>						
Consideration from issuance of financial liabilities (less issuance expenses)		1,055,592	479,291	615,457	31,090	1,473,359
Repayment of financial liabilities		(21,756)	(215,904)	(8,238)	(207,885)	(285,684)
Acquisition of non-controlling interests		(273,515)	-	485	-	-
Dividend paid to the Company's shareholders		(500,000)	(150,000)	(500,000)	(150,000)	(600,000)
Dividend paid to non-controlling interests		(6,724)	(9,979)	(378)	(7,819)	(24,485)
Net cash provided by (used for) financing activities		253,597	103,408	107,326	(334,614)	563,190
Exchange rate differences for cash and cash equivalent balances		(24,910)	(62,445)	(21,731)	(75,738)	(99,666)
Increase (decrease) in cash and cash equivalents		(511,110)	982,353	705,268	783,727	1,401,313
Balance of cash and cash equivalents as of the beginning of period	(b)	5,384,639	3,983,326	4,168,261	4,181,952	3,983,326
Balance of cash and cash equivalents as of the end of the period	(c)	4,873,529	4,965,679	4,873,529	4,965,679	5,384,639

The accompanying notes are an integral part of the Consolidated Interim Financial Statements.

Consolidated Statements of Cash Flows (cont.)

	For the 6 months ended June 30		For the 3 months ended June 30		For the year ended December 31
	2026	2025	2026	2025	2025
	Unaudited				Audited
	NIS thousand				
(a) <u>Cash flows from operating activities</u>					
Net income for the period	1,233,235	1,142,034	803,938	748,294	2,406,917
<u>Adjustments to profit and loss line items:</u>					
The Company's share in profits of equity-accounted investees	(31,446)	(22,218)	(18,007)	(11,556)	(88,991)
Income, net on financial investments for insurance contracts and yield-dependent investment contracts	(2,165,203)	(2,412,141)	(2,128,178)	(2,215,374)	(5,428,882)
Income, net on other financial investments:					
Measured at fair value through profit and loss	(747,709)	(830,709)	(698,574)	(785,443)	(1,835,432)
Measured at amortized cost	(272,716)	(282,539)	(158,885)	(153,118)	(420,822)
Finance expenses for financial and other liabilities	196,416	106,760	108,909	60,840	242,902
Profit (loss) from disposal:					
Property, plant & equipment	779	(85)	154	20	459
Increase in fair value of investment property for yield-dependent contracts	(3,086)	(1,409)	(7,770)	(1,409)	(2,600)
Decrease (increase) in fair value of other investment property	(2,189)	(968)	(6,859)	(968)	6,889
Impairment of intangible assets	-	-	-	-	1,794
Cost of share-based payment	7,588	1,314	3,342	259	8,828
Depreciation and amortization:					
Property, plant & equipment	41,417	41,555	20,950	21,050	84,219
Intangible assets	113,547	97,922	62,269	49,138	199,372
Income tax	625,527	566,558	420,621	385,421	1,191,544

The accompanying notes are an integral part of the Consolidated Interim Financial Statements.

Consolidated Statements of Cash Flows (cont.)

	For the 6 months ended June 30		For the 3 months ended June 30		For the year ended December 31
	2026	2025	2026	2025	2025
	Unaudited				Audited
	NIS thousand				
(a) <u>Cash flows from operating activities (cont.)</u>					
<u>Changes in assets and liabilities line items:</u>					
Change in assets and liabilities for insurance contracts	277,957	561,086	1,028,223	1,645,599	2,000,179
Change in assets and liabilities for reinsurance contracts	(210,877)	(221,624)	(176,652)	(136,031)	(305,154)
Change in liabilities for yield-dependent investment contracts	1,082,653	498,044	744,662	386,878	1,362,291
Change in liabilities for non-yield-dependent investment contracts	(8,540)	62,640	36,090	49,739	14,256
Change in costs of obtaining investment management service contracts	(114,492)	(45,281)	(63,960)	(21,398)	(110,512)
Receivables and debit balances	46,238	209,463	(24,590)	165,416	177,680
Payables and credit balances	58,051	236,865	266,915	158,305	494,768
Liabilities for employee benefits, net	(506)	2,571	131	2,991	6,433
Financial investments and investment property for insurance contracts and yield-dependent investment contracts:					
Acquisition of investment property	(3,823)	(7,158)	(2,271)	(2,320)	(8,799)
Proceeds from sale of investment property	-	-	-	-	12,222
Proceeds of disposal of financial investments, net	496,850	1,026,721	487,855	517,386	1,553,754
Financial investments and other investment property:					
Acquisition of investment property	(49,812)	(11,220)	(10,814)	(6,402)	(13,371)
Proceeds from sale of investment property	-	-	-	-	8,400
Proceeds of disposal (acquisition) of financial investments, net	189,948	(275,390)	239,918	(31,659)	(872,862)
Total adjustments required to present cash flows from operating activities	(473,428)	(699,243)	123,479	77,364	(1,721,435)
Cash paid and received during the period for:					
Interest paid	(189,774)	(68,929)	(102,906)	(35,737)	(191,184)
Interest received	689,160	626,761	336,133	296,824	1,279,626
Taxes paid	(1,270,710)	(202,162)	(185,110)	(40,634)	(404,023)
Taxes received	27,323	105,354	-	6,815	108,474
Dividend received	364,404	378,492	205,667	200,309	748,799
	(379,597)	839,516	253,784	427,577	1,541,692
Total cash flows provided by operating activities	380,210	1,282,307	1,181,201	1,253,235	2,227,174

The accompanying notes are an integral part of the Consolidated Interim Financial Statements.

Consolidated Statements of Cash Flows (cont.)

	For the 6 months ended June 30		For the 3 months ended June 30		For the year ended December 31
	2026	2025	2026	2025	2025
	Unaudited				Audited
	NIS thousand				
<u>Cash and cash equivalents</u>					
(b) <u>as of the beginning of the period</u>					
Cash and cash equivalents					
for yield-dependent contracts	2,730,487	2,526,357	2,456,118	2,232,419	2,526,357
Other cash and cash equivalents	2,654,152	1,456,969	1,712,143	1,949,533	1,456,969
Balance of cash and cash equivalents					
as of the beginning of period	<u>5,384,639</u>	<u>3,983,326</u>	<u>4,168,261</u>	<u>4,181,952</u>	<u>3,983,326</u>
<u>Cash and cash equivalents</u>					
(c) <u>as of the end of the period</u>					
Cash and cash equivalents for					
yield-dependent contracts	3,139,922	3,062,046	3,139,922	3,062,046	2,730,487
Other cash and cash equivalents	1,733,607	1,903,633	1,733,607	1,903,633	2,654,152
Balance of cash and cash equivalents					
as of the end of the period	<u>4,873,529</u>	<u>4,965,679</u>	<u>4,873,529</u>	<u>4,965,679</u>	<u>5,384,639</u>
(d) <u>Cash received (paid) due to acquisition of a subsidiary consolidated for the first time</u>					
Intangible assets	(66,496)	(23,330)	(66,496)	(23,330)	(23,330)
Other financial investments					
measured at depreciated cost	-	(955,417)	-	(955,417)	(955,417)
Property, plant & equipment	(509)	(12,556)	(509)	(12,556)	(12,556)
Receivables and debit balances	(3,652)	(8,991)	(3,652)	(8,991)	(8,991)
Deferred taxes	7,494	3,705	7,494	3,705	3,705
Current taxes	-	4,646	-	4,646	4,646
Loans and credit	25,200	945,708	25,200	945,708	945,708
Payables and credit balances	3,091	13,400	3,091	13,400	13,400
Non-controlling interests	9,465	37,614	9,465	37,614	37,614
	<u>(25,407)</u>	<u>4,779</u>	<u>(25,407)</u>	<u>4,779</u>	<u>4,779</u>

The accompanying notes are an integral part of the Consolidated Interim Financial Statements.

Notes to the Consolidated Interim Financial Statements

NOTE 1 - GENERAL

Company description

Menora Mivtachim Holdings Ltd. (hereinafter - the “**Company**”) is a publicly-traded company, whose shares are listed on the Tel Aviv Stock Exchange. The Company’s principal shareholders are Najaden Establishment and Palamas Establishment (foreign corporations), which are held in trust for Mssrs. Niva Gurevitch and Tali Griffel, and which (jointly) hold approx. 63% of the Company’s shares. The Company operates through companies under its control in all of main insurance subsegments, including life insurance and long-term savings (life insurance, pension and provident funds), health insurance and property and casualty (P&C) insurance. The Company is also engaged - through subsidiaries and associates - in credit activity, which includes the provision of business credit, including real estate credit, consumer credit (consumer loans in the private market, including mortgages), provision of undertakings for repayment of means of payment and bringing forward of payment dates, securities distribution services, underwriting undertakings, and insurance brokerage.

The Company is an Israeli resident company incorporated in Israel, and its official address is 23 Jabotinsky St., Ramat Gan.

- A. These financial statements were prepared in condensed format as of June 30, 2026 and for the six-month and three-month periods then ended (hereinafter - the “**Consolidated Interim Financial Statements**”).

These financial statements should be read in conjunction with the Company's Consolidated Annual Financial Statements as of December 31, 2025 and for the year then ended and the accompanying notes (hereinafter - the “**Consolidated Annual Financial Statements**”).

- B. Implications of Operation Lion’s Roar

On February 28, 2026, Operation Lion’s Roar commenced - a joint military operation of the United States and Israel for the attack of targets in Iran. Concurrently, fighting against Hezbollah continues in the northern front. A temporary ceasefire entered into effect in April 2026 and has been extended from time to time.

To the best of the Company's assessment, as of the report publication date, no material effect is expected on its activity, financial position or results in the medium term, but there is uncertainty regarding future effects mainly on financial markets, in view of the ongoing security developments.

Notes to the Consolidated Interim Financial Statements

NOTE 2 - SIGNIFICANT ACCOUNTING POLICIES

A. Preparation format of the Condensed Consolidated Interim Financial Statements

The Consolidated Interim Financial Statements are prepared in accordance with IAS 34 - "Interim Financial Reporting", and in accordance with the disclosure requirements set by the Commissioner of the Capital Market, Insurance and Savings in accordance with the Financial Services Supervision Law (Insurance), 1981. In addition, the financial statements were prepared in accordance with the disclosure provisions in Chapter D of the Securities Regulations (Periodic and Immediate Reports), 1970, insofar as these regulations apply to a corporation consolidating an insurance company.

In preparing the condensed financial statements in accordance with the above, the Company's management is required to exercise discretion in assessments, estimates and assumptions that affect the implementation of the policy and the amounts of assets and liabilities, revenues and expenses. It is clarified that the actual results may differ from those estimates.

The accounting policies applied in the preparation of the Consolidated Interim Financial Statements are consistent with those implemented in the preparation of the Consolidated Annual Financial Statements, except as follows.

B. Initial application of amendments to existing accounting standards

Amendments to IFRS 9 - *Financial Instruments* and IFRS 7 - *Financial Instruments: Disclosures*

On May 30, 2024, the International Accounting Standards Board (hereinafter - "**IASB**") published amendments to IFRS 9 Financial Instruments (hereinafter - "**IFRS 9**") and IFRS 7 Financial Instruments: Disclosures (hereinafter - "**IFRS 7**"), which amend certain aspects of classification and measurement of financial instruments.

The amendments address the following topics:

- **Derecognition of a financial liability settled through an electronic payment system** - an entity may deem a financial liability (or part thereof), which is settled in cash through an electronic payment system, to be discharged before the settlement date if specified criteria are met. The above option constitutes an accounting policy, and an entity that elects to apply this policy would be required to apply it to all settlements made through the same electronic payment system.
- **Assessing the features of contractual cash flows for the purpose of classifying financial assets** - the amendments provide clarity on how to assess the features of the contractual cash flows of financial assets with environmental, social and corporate governance (ESG) features and other similar contingent features. Furthermore, the amendments expand the definition of the term non-recourse and clarify the features of contractually linked instruments (CLIs).
- **Disclosures** - new disclosure requirements were added to IFRS 7 for financial assets and liabilities with contractual conditions related to contingent events (including those with ESG-linked features), and equity instruments measured at fair value through other comprehensive income (FVTOCI).

The Amendments were applied retrospectively for annual reporting periods beginning on January 1, 2026. No restatement of prior periods is required to reflect the application of these amendments; the effect of initial application will be recognized as an adjustment to the opening balances of financial assets and liabilities, and the cumulative effect, if any, will be recognized as an adjustment to the opening balance of retained earnings (or other equity component, as appropriate) on the initial application date.

The above Amendment did not have a material effect on the Company's Condensed Consolidated Interim Financial Statements.

Notes to the Consolidated Interim Financial Statements

NOTE 2 - SIGNIFICANT ACCOUNTING POLICIES (cont.)

- C. Details regarding the discount rates (real spot interest, including the illiquidity premium) used by the Company

	As of June 30, 2026								
	Portfolio's duration								
	One year	3 years	5 years	10 years	15 years	25 years	35 years	45 years	60 years
	Unaudited								
Policies with a non-yield-dependent savings component and annuity policies (weighted at 100%) (*)	1.9%	1.9%	1.9%	2.1%	2.3%	2.5%	2.6%	2.6%	2.7%
Policies that include a yield-dependent savings component and include variable management fees, individual long-term care and compulsory motor (weighted at 80%)	1.9%	1.8%	1.9%	2.1%	2.2%	2.4%	2.6%	2.6%	2.6%
Policies that include a yield-dependent savings component and include fixed management fees (weighted at 60%)	1.8%	1.8%	1.8%	2.0%	2.2%	2.4%	2.5%	2.6%	2.6%
Remaining portfolios (weighted at 50%)	1.8%	1.8%	1.8%	2.0%	2.2%	2.4%	2.5%	2.5%	2.6%

	As of June 30, 2025								
	Portfolio's duration								
	One year	3 years	5 years	10 years	15 years	25 years	35 years	45 years	60 years
	Unaudited								
Policies with a non-yield-dependent savings component and annuity policies (weighted at 100%) (*)	2.4%	2.3%	2.2%	2.2%	2.2%	2.3%	2.4%	2.5%	2.6%
Policies that include a yield-dependent savings component and include variable management fees, individual long-term care and compulsory motor (weighted at 80%)	2.4%	2.2%	2.2%	2.1%	2.1%	2.3%	2.4%	2.5%	2.6%
Policies that include a yield-dependent savings component and include fixed management fees (weighted at 60%)	2.3%	2.2%	2.1%	2.1%	2.1%	2.2%	2.3%	2.4%	2.6%
Remaining portfolios (weighted at 50%)	2.3%	2.2%	2.1%	2.1%	2.1%	2.2%	2.3%	2.4%	2.6%

(*) This curve is also used to calculate the fair value of the designated bonds.

Notes to the Consolidated Interim Financial Statements

NOTE 2 - SIGNIFICANT ACCOUNTING POLICIES (cont.)

- C. Details regarding the discount rates (real spot interest, including the illiquidity premium) used by the Company (cont.)

	As of December 31, 2025								
	Portfolio's duration								
	One year	3 years	5 years	10 years	15 years	25 years	35 years	45 years	60 years
	Audited								
Policies with a non-yield-dependent savings component and annuity policies (weighted at 100%) (*)	2.4%	2.1%	2.1%	2.1%	2.2%	2.4%	2.5%	2.6%	2.7%
Policies that include a yield-dependent savings component and include variable management fees, individual long-term care and compulsory motor (weighted at 80%)	2.3%	2.0%	2.0%	2.1%	2.2%	2.3%	2.5%	2.5%	2.6%
Policies that include a yield-dependent savings component and include fixed management fees (weighted at 60%)	2.3%	1.9%	1.9%	2.0%	2.1%	2.3%	2.4%	2.5%	2.6%
Remaining portfolios (weighted at 50%)	2.2%	1.9%	1.9%	2.0%	2.1%	2.3%	2.4%	2.5%	2.6%

(*) This curve is also used to calculate the fair value of the designated bonds.

- D. Reclassifications
Menora Insurance reclassified the results of held reinsurance portfolios in the Long-Term Savings and Life and Health Risk Segments in order to allocate them in a manner that reflects the insurance contract portfolios' coverage of the by the reinsurance contracts held. This classification does not have a material effect on the segment results nor on the various portfolios.
- E. Change in the presentation of operating segments and classification of non-segmented investments
For details regarding changes in the presentation of the Company's operating segments, as well as for details regarding the allocation of revenues to the operating segments, see Note 3(6) and 3(7) below.

Notes to the Consolidated Interim Financial Statements

NOTE 2 - SIGNIFICANT ACCOUNTING POLICIES (cont.)

F. New IFRS disclosure in the period before its application

Amendments to IAS 28, Investments in Associates and Joint Ventures – Clarifications Regarding the Fair Value Option

In June 2026, the International Accounting Standards Board (IASB) published Amendments to IAS 28, Investments in Associates and Joint Ventures (hereinafter - the "**IAS 28 Amendments**"). The Amendments are designed to clarify the eligibility criteria for the implementation of the fair value option set in the Standard and the manner of its implementation, due to, among other things, the new classification requirements set under International Financial Reporting Standard 18 - Presentation and Disclosure in Financial Statements (hereinafter - "**IFRS 18**").

The amendments include a clarification that the term "similar entities" includes entities whose main business activity involves investing in particular types of assets, and a clarification that assessment of eligibility for implementation of the fair value option is carried out at the level of the entity holding the investment in the associate or joint venture.

In addition, the Amendments clarify that an entity eligible to implement the fair value option may change the method of measuring its investments in associates and in joint ventures from the equity method to measurement at fair value through profit or loss upon initial application of IFRS 18.

The amendments do not change the provisions of IFRS 18 regarding the classification of revenues and expenses arising from investments in associates and joint ventures, which will continue to be determined in accordance with the provisions of the Standard and the assessment of a main business activity involving investment in assets.

The amendments will apply on the initial application date of IFRS 18, including in the case of early application of IFRS 18, and will be applied retrospectively.

The Company is studying the effect of the IAS 28 Amendments on its consolidated financial statements.

G. Details of the change rates in the Consumer Price Index and USD representative exchange rate

	Consumer Price Index		USD
	In lieu CPI	Known CPI	representative
	%	%	exchange rate
For the six months ended:			
June 30, 2026	1.2	1.2	(6.6)
June 30, 2025	2.1	1.6	(7.5)
For the three months ended:			
June 30, 2026	0.9	1.3	(5.9)
June 30, 2025	1.1	1.3	(9.3)
For the year ended December 31, 2025	2.6	2.4	(12.5)

Notes to the Consolidated Interim Financial Statements

NOTE 3 - OPERATING SEGMENTS

The operating segments were determined based on the information assessed by the chief operating decision maker for the purpose of making decisions regarding the allocation of resources and the assessment of performance.

The assets and liabilities of each segment include items that are directly attributable to the segment, and items that may be attributed on a reasonable basis. Insofar as a segment's assets are managed separately from those of another segment and there is no regulatory restriction, the assets and results are presented according to the specific accounts managed for that segment; otherwise, the results are attributed according to the rate of insurance liabilities.

The accounting principles applied in segment reporting correspond to the generally accepted accounting principles applied in the preparation and presentation of the Group's consolidated financial statements.

Inter-company movements take place between the segments, which include, among other things, imputation of interest calculated in accordance with the provisions of the law.

Subordinated notes that serve Menora Insurance's capital requirements and finance expenses in respect thereof are presented in the "non-segmented" column.

1. Long-Term Savings Segment

The Long-Term Savings Segment includes the Pension and Provident Subsegments as well as Life Insurance & Savings activities (under participating insurance policies, guaranteed return policies and investment contracts), as well as insurance coverages for various risks associated with the savings policies, such as: death, disability, permanent health insurance, etc. (see also Section 7 below).

2. Life and Health Risks Segment

The Life and Health Risk Segment includes life and health insurance policies without a savings component as well as insurance coverages for death benefit, permanent health insurance, long-term care insurance, medical expenses insurance, critical illness, surgery and transplants, dental insurance, foreign workers etc. (see also Section 7 below).

3. Property and Casualty Insurance Segment

The Property and Casualty Insurance Segment includes the liability and property subsegments. In accordance with the Commissioner's Directives, the Property and Casualty Insurance Segment is broken down into the Compulsory Motor Insurance, Motor Property, and Other subsegments.

■ Compulsory Motor Subsegment

The Compulsory Motor Subsegment focuses on coverage, the purchase of which by the vehicle owner or driver is mandatory, in respect of bodily injury caused as a result of the use of a motor vehicle (to the driver, passengers, or pedestrians).

■ Motor Property Subsegment

The Motor Property Subsegment focuses on coverage against property damage to the policyholder's vehicle and third party property damage caused by the insured vehicle.

■ Other

Non-motor property and liability subsegments.

Notes to the Consolidated Interim Financial Statements

NOTE 3 - OPERATING SEGMENTS (cont.)

4. Credit Segment

The activities included in the Credit Segment include provision of business credit, including real estate credit, the provision of consumer credit (consumer loans in the private market, including mortgages), as well as early payment services or repayment undertakings. Business credit is provided through Menora Insurance and through Company subsidiaries: Yesodot A. Financial Support Ltd. (hereinafter - "**Yesodot**") and ERN Israel Ltd. (hereinafter - "**Menora ERN**") and through Ampa Capital Ltd., a Company associate (hereinafter - "**Ampa**"). Consumer credit is provided through Menora Mortgages (hereinafter - "**Menora Mortgages**"), and via Menora ERN. The operating segment also includes a holding in an associate, IBI Quality Credit Ltd., which engages in credit brokerage, and whose activity is immaterial.

These activities were previously presented under the Company's various operating segments. The comparative figures included under the operating segments note were restated accordingly.

5. The activity, which is non-segmented, includes investments in real estate, the provision of underwriting obligations, insurance brokerage and investment revenue and finance expenses that were not attributed to the other operating segments.
6. As from the current reporting period, in accordance with the Commissioner's draft circular, the Company has revised the presentation of the results of the operating segments such that certain revenues and expenses arising from assets held against the insurance companies' capital are allocated to the operating segments in accordance with their relative share of the solvency capital requirement (SCR).

The revision was made following a reassessment of the manner of measurement and presentation of the segments' performance, due to, among other things, the application of the IFRS 17 and IFRS 9 and the changes to the financial reporting structure. In accordance with the management approach, the capital held by the insurance companies is used to support the business activities, bear the risks inherent therein and comply with the regulatory capital requirements. Therefore, the returns and costs associated with capital constitute an integral part of the economic results of the operating segments and are included within performance evaluation and managerial decision-making.

The allocation of revenues and expenses is based on the relative share of each segment in the solvency capital requirements (BSCR), with insurance risk-weighted components allocated directly to the relevant segments and market risk-weighted components allocated in accordance with this key. The allocation rates are assessed and revised periodically or when a material change in circumstances has occurred.

The allocation includes investment income from capital assets, finance expenses pertaining to the sources of capital, and additional expenses associated with its management. Capital surpluses held in excess of the capital required for activity are not allocated to the operating segments and continue to be presented separately at the Company level.

The change affects only the manner in which revenues, expenses, assets, and liabilities are allocated between the segments, and does not affect the Company's comprehensive income, equity, or cash flows. For the purpose of maintaining comparability, the comparative figures were restated in accordance with the revised methodology, alongside a disclosure as to the effect of the allocation and the composition of the net investment income allocated to the operating segments.

7. As from the current reporting period, the Company has updated the presentation of its operating segments to align with an organizational change in the Group, under which savings products (pension, provident, life insurance plans, and investment contracts) are managed separately from life and health risk products. To maintain comparability, the comparative figures were restated.

Notes to the Consolidated Interim Financial Statements

NOTE 3 - OPERATING SEGMENTS (cont.)

The accounting policies of the operating segments as stated above is identical to the one presented in Note 2 to the Consolidated Annual Financial Statements. The performances of the segments are assessed based on profit (loss), as presented in the financial statements. The results of the segments, which are reported to the chief operating decision maker, include items that are attributable directly to the segment and items that may be reasonably attributable.

Notes to the Consolidated Financial Statements

NOTE 3 - OPERATING SEGMENTS (cont.)

	For the 6 months ended June 30, 2026						
	Long-Term Savings	Life and Health Risks	P&C Insurance	Credit	Non-segmented	Adjustments and offsets	Total
	Unaudited						
	NIS thousand						
Revenues from insurance services	325,510	1,690,003	2,360,900	-	-	-	4,376,413
Expenses from insurance services	(261,609)	(1,267,542)	(1,761,269)	-	-	17,303	(3,273,117)
Income from insurance services before reinsurance contracts held	63,901	422,461	599,631	-	-	17,303	1,103,296
Reinsurance expenses	(12,415)	(183,710)	(509,694)	-	-	-	(705,819)
Reinsurance revenues	11,813	145,438	390,249	-	-	-	547,500
Net expenses from reinsurance contracts held	(602)	(38,272)	(119,445)	-	-	-	(158,319)
Income from insurance services	63,299	384,189	480,186	-	-	17,303	944,977
Investment income, net from assets held against insurance contracts and yield-dependent investment contracts	2,127,879	66,418	-	-	-	-	2,194,297
Other investment income (losses), net:							
Interest revenues calculated using the effective interest method	173,058	-	2,276	287,329	21,531	-	484,194
Decrease in net losses (losses) from impairment of financial assets	(1,032)	-	(966)	(51,993)	2,174	-	(51,817)
Other investment income, net	222,135	98,331	208,698	1,072	372,612	(11,036)	891,812
Share in income (losses) of equity-accounted subsidiaries closely related to the investing activity	(307)	(159)	2,176	-	(3,369)	-	(1,659)
Total income from other investments, net	393,854	98,172	212,184	236,408	392,948	(11,036)	1,322,530
Total investment income, net	2,521,733	164,590	212,184	236,408	392,948	(11,036)	3,516,827
Finance expenses, net arising from insurance contracts	(1,850,852)	(102,722)	(138,210)	-	-	-	(2,091,784)
Finance income (expenses), net arising from reinsurance contracts	(684)	26,146	45,390	-	-	-	70,852
Increase in liabilities for investment contracts due to the yield component	(589,626)	-	-	-	-	-	(589,626)
Net investment and finance income	80,571	88,014	119,364	236,408	392,948	(11,036)	906,269
Income, net from insurance and investment	143,870	472,203	599,550	236,408	392,948	6,267	1,851,246
Revenues from management fees	621,463	32,218	-	-	5,135	(4,308)	654,508
Revenues from fees and commissions	-	-	-	33,051	87,038	(44,201)	75,888
Other operating expenses	(397,502)	(34,018)	(15,285)	(67,596)	(100,112)	36,982	(577,531)
Other expenses, net	(76)	-	-	(8,012)	(1,609)	(1,331)	(11,028)
Other finance expenses	(2,296)	-	(47)	(99,428)	(70,195)	4,540	(167,426)
Share in income of equity-accounted subsidiaries which are not closely related to the investing activity	-	-	-	23,241	9,864	-	33,105
Profit before income tax	365,459	470,403	584,218	117,664	323,069	(2,051)	1,858,762
Other comprehensive income (loss) before income tax:							
Other	(2,665)	(2,123)	(8,144)	-	4,133	-	(8,799)
Total comprehensive income before income tax	362,794	468,280	576,074	117,664	327,202	(2,051)	1,849,963
Allocation of revenues for assets held by the capital to operating segments	12,380	109,465	37,068	-	(158,913)	-	-
Allocation of expenses for assets held against capital for the operating segments	(2,289)	(20,244)	(5,096)	-	27,629	-	-
Comprehensive income after allocation of revenues and expenses for assets held against capital to operating segments	372,885	557,501	608,046	117,664	195,918	(2,051)	1,849,963
As of June 30, 2026							
Unaudited							
NIS thousand							
Total segment assets	53,488,132	7,103,291	8,491,759	7,144,333	9,438,655	(1,517,982)	84,148,188
Effect of classification of investment assets on the segment's assets balance	578,389	1,912,477	391,765	-	(2,882,631)	-	-
Total segment assets after the effect of classification of investment assets	54,066,521	9,015,768	8,883,524	7,144,333	6,556,024	(1,517,982)	84,148,188
Total segment assets for yield-dependent contracts	39,081,465	1,189,632	-	-	-	-	40,271,097
Total segment liabilities	51,850,854	6,278,236	7,912,554	5,074,151	4,640,754	(1,524,478)	74,232,071
Effect of classification of investment assets on the segment's outstanding liabilities	214,213	708,307	145,094	-	(1,067,614)	-	-
Total segment liabilities after the effect of classification of investment assets	52,065,067	6,986,543	8,057,648	5,074,151	3,573,140	(1,524,478)	74,232,071

Notes to the Consolidated Financial Statements

NOTE 3 - OPERATING SEGMENTS (cont.)

	For the 6 months ended June 30, 2025						
	Long-Term Savings	Life and Health Risks	P&C Insurance	Credit	Non-segmented	Adjustments and offsets	Total
	Unaudited						
	NIS thousand						
Revenues from insurance services	308,149	1,540,839	2,284,872	-	-	-	4,133,860
Expenses from insurance services	(243,150)	(1,181,355)	(1,848,152)	-	-	12,257	(3,260,400)
Income from insurance services before reinsurance contracts held	64,999	359,484	436,720	-	-	12,257	873,460
Reinsurance expenses	(19,089)	(201,407)	(493,506)	-	-	-	(714,002)
Reinsurance revenues	8,592	155,952	422,447	-	-	-	586,991
Net expenses from reinsurance contracts held	(10,497)	(45,455)	(71,059)	-	-	-	(127,011)
Income from insurance services	54,502	314,029	365,661	-	-	12,257	746,449
Investment income, net from assets held against insurance contracts and yield-dependent investment contracts	2,083,329	88,351	-	-	-	-	2,171,680
Other investment income (losses), net:							
Interest revenues calculated using the effective interest method	190,173	-	-	202,988	40,385	-	433,546
Decrease in net losses (losses) from impairment of financial assets	(423)	-	-	(42,741)	36,647	-	(6,517)
Other investment income (losses), net	312,848	126,255	181,737	(43)	273,736	2,406	896,939
Share in income (losses) of equity-accounted subsidiaries closely related to the investing activity	(325)	(245)	(1,940)	-	153	-	(2,357)
Total income from other investments, net	502,273	126,010	179,797	160,204	350,921	2,406	1,321,611
Total investment income, net	2,585,602	214,361	179,797	160,204	350,921	2,406	3,493,291
Finance expenses, net arising from insurance contracts	(2,000,231)	(70,502)	(138,947)	-	-	-	(2,209,680)
Finance income, net arising from reinsurance contracts	990	39,405	49,653	-	-	-	90,048
Increase in liabilities for investment contracts due to the yield component	(528,547)	-	-	-	-	-	(528,547)
Net investment and finance income	57,814	183,264	90,503	160,204	350,921	2,406	845,112
Income, net from insurance and investment	112,316	497,293	456,164	160,204	350,921	14,663	1,591,561
Revenues from management fees	542,013	31,989	-	-	5,279	(4,563)	574,718
Revenues from fees and commissions	-	-	-	35,479	72,712	(32,952)	75,239
Other operating expenses	(363,050)	(35,851)	(21,961)	(54,096)	(80,449)	29,699	(525,708)
Other revenues (expenses), net	(812)	-	-	(5,679)	83,190	(1,132)	75,567
Other finance income (expenses)	(523)	-	290	(64,637)	(45,265)	2,775	(107,360)
Share in income of equity-accounted subsidiaries which are not closely related to the investing activity	-	-	-	17,568	7,007	-	24,575
Profit before income tax	289,944	493,431	434,493	88,839	393,395	8,490	1,708,592
Other comprehensive loss before income tax:							
Other	(2,515)	(1,704)	(723)	-	(7,739)	(8,180)	(20,861)
Total comprehensive income before income tax	287,429	491,727	433,770	88,839	385,656	310	1,687,731
Allocation of revenues for assets held by the capital to operating segments	13,260	111,252	36,204	-	(160,716)	-	-
Allocation of expenses for assets held against capital for the operating segments	(1,270)	(10,673)	(2,956)	-	14,899	-	-
Comprehensive income after allocation of revenues and expenses for assets held against capital to operating segments	299,419	592,306	467,018	88,839	239,839	310	1,687,731
As of June 30, 2025							
	Unaudited						
	NIS thousand						
Total segment assets	49,167,224	8,553,639	8,170,872	5,465,968	7,853,602	(2,619,100)	76,592,205
Effect of classification of investment assets on the segment's assets balance	404,581	1,257,641	263,767	-	(1,925,989)	-	-
Total segment assets after the effect of classification of investment assets	49,571,805	9,811,280	8,434,639	5,465,968	5,927,613	(2,619,100)	76,592,205
Total segment assets for yield-dependent contracts	35,529,718	1,506,039	-	-	-	-	37,035,757
Total segment liabilities	47,720,751	7,701,329	7,683,162	3,358,221	4,113,595	(2,625,278)	67,951,780
Effect of classification of investment assets on the segment's outstanding liabilities	143,702	446,699	93,687	-	(684,088)	-	-
Total segment liabilities after the effect of classification of investment assets	47,864,453	8,148,028	7,776,849	3,358,221	3,429,507	(2,625,278)	67,951,780

Notes to the Consolidated Financial Statements

NOTE 3 - OPERATING SEGMENTS (cont.)

	For the 3 months ended June 30, 2026					
	Long-Term Savings	Life and Health Risks	P&C Insurance	Credit	Non-segmented	Adjustments and offsets
	Unaudited					
	NIS thousand					
Revenues from insurance services	155,519	846,622	1,190,416	-	-	-
Expenses from insurance services	(128,874)	(636,802)	(839,926)	-	-	8,445
Income from insurance services before reinsurance contracts held	26,645	209,820	350,490	-	-	8,445
Reinsurance expenses	(4,074)	(92,586)	(254,753)	-	-	-
Reinsurance revenues	10,680	60,634	211,476	-	-	-
Revenues (expenses), net from reinsurance contracts held	6,606	(31,952)	(43,277)	-	-	-
Income from insurance services	33,251	177,868	307,213	-	-	8,445
Investment income, net from assets held against insurance contracts and yield-dependent investment contracts	2,065,230	66,705	-	-	-	-
Other investment income (losses), net:						
Interest revenues (expenses) calculated using the effective interest method	117,802	-	(511)	155,984	10,031	-
Net gains (losses) from impairment of financial assets	109	-	560	(27,996)	1,212	-
Other investment income, net	255,551	85,130	173,113	1,058	249,341	(5,530)
Share in income (losses) of equity-accounted subsidiaries closely related to the investing activity	(67)	(8)	1,652	-	(1,487)	-
Total income from other investments, net	373,395	85,122	174,814	129,046	259,097	(5,530)
Total investment income, net	2,438,625	151,827	174,814	129,046	259,097	(5,530)
Finance income (expenses), net arising from insurance contracts	(1,886,353)	54,720	(145,070)	-	-	-
Finance income (expenses), net arising from reinsurance contracts	(768)	46,055	51,249	-	-	-
Increase in liabilities for investment contracts due to the yield component	(550,839)	-	-	-	-	-
Net investment and finance income	665	252,602	80,993	129,046	259,097	(5,530)
Income, net from insurance and investment	33,916	430,470	388,206	129,046	259,097	2,915
Revenues from management fees	316,413	16,556	-	-	2,512	(2,042)
Revenues from fees and commissions	-	-	-	16,269	44,440	(20,242)
Other operating expenses	(202,419)	(18,135)	(6,089)	(33,713)	(63,755)	16,754
Other expenses, net	(38)	-	-	(4,006)	(953)	(620)
Other finance expenses	(1,134)	-	(622)	(56,885)	(41,505)	2,206
Share in income of equity-accounted subsidiaries which are not closely related to the investing activity	-	-	-	13,653	4,264	-
Profit before income tax	146,738	428,891	381,495	64,364	204,100	(1,029)
Other comprehensive income (loss) before income tax:						
Other	(2,426)	(1,958)	(8,156)	-	3,609	-
Total comprehensive income before income tax	144,312	426,933	373,339	64,364	207,709	(1,029)
Allocation of revenues for assets held by the capital to operating segments	8,865	78,386	25,722	-	(112,973)	-
Allocation of expenses for assets held against capital for the operating segments	(1,224)	(10,823)	(2,840)	-	14,887	-
Comprehensive income after allocation of revenues and expenses for assets held against capital to operating segments	151,953	494,496	396,221	64,364	109,623	(1,029)

Notes to the Consolidated Financial Statements

NOTE 3 - OPERATING SEGMENTS (cont.)

	For the 3 months ended June 30, 2025					
	Long-Term Savings	Life and Health Risks	P&C Insurance	Credit	Non-segmented	Adjustments and offsets
	Unaudited					
	NIS thousand					
Revenues from insurance services	159,640	777,572	1,158,774	-	-	-
Expenses from insurance services	(117,975)	(571,986)	(874,960)	-	-	6,133
Income from insurance services before reinsurance contracts held	41,665	205,586	283,814	-	-	6,133
Reinsurance expenses	(9,679)	(100,378)	(217,998)	-	-	-
Reinsurance revenues	2,456	64,069	137,532	-	-	-
Net expenses from reinsurance contracts held	(7,223)	(36,309)	(80,466)	-	-	-
Income from insurance services	34,442	169,277	203,348	-	-	6,133
Investment income, net from assets held against insurance contracts and yield-dependent investment contracts	2,088,984	81,395	-	-	-	-
Other investment income (losses), net:						
Interest revenues calculated using the effective interest method	119,320	-	-	106,733	22,206	-
Reversal of net losses (losses) from impairment of financial assets	16	-	-	(17,830)	12,454	-
Other investment income (losses), net	296,544	103,612	129,722	(401)	246,051	5,912
Share in losses of equity-accounted subsidiaries closely related to the investing activity	(369)	(264)	(2,272)	-	(61)	-
Total income from other investments, net	415,511	103,348	127,450	88,502	280,650	5,912
Total investment income, net	2,504,495	184,743	127,450	88,502	280,650	5,912
Finance income (expenses), net arising from insurance contracts	(2,021,290)	20,545	(119,283)	-	-	-
Finance income, net arising from reinsurance contracts	1,771	46,610	43,721	-	-	-
Increase in liabilities for investment contracts due to the yield component	(463,168)	-	-	-	-	-
Net investment and finance income	21,808	251,898	51,888	88,502	280,650	5,912
Income, net from insurance and investment	56,250	421,175	255,236	88,502	280,650	12,045
Revenues from management fees	275,985	16,859	-	-	2,539	(2,180)
Revenues from fees and commissions	-	-	-	17,614	37,832	(15,807)
Other operating expenses	(183,399)	(20,742)	(16,494)	(26,194)	(41,042)	14,601
Other revenues (expenses), net	(356)	-	-	(2,839)	18,147	(556)
Other finance income (expenses)	426	-	(24)	(35,135)	(35,280)	1,380
Share in income of equity-accounted subsidiaries which are not closely related to the investing activity	-	-	-	10,906	3,616	-
Profit before income tax	148,906	417,292	238,718	52,854	266,462	9,483
Other comprehensive loss before income tax:						
Other	(3,444)	(2,395)	(1,023)	-	(13,941)	(8,180)
Total comprehensive income before income tax	145,462	414,897	237,695	52,854	252,521	1,303
Allocation of revenues for assets held by the capital to operating segments	11,117	93,275	28,036	-	(132,428)	-
Allocation of expenses for assets held against capital for the operating segments	(825)	(6,930)	(1,651)	-	9,406	-
Comprehensive income after allocation of revenues and expenses for assets held against capital to operating segments	155,754	501,242	264,080	52,854	129,499	1,303

Notes to the Consolidated Financial Statements

NOTE 3 - OPERATING SEGMENTS (cont.)

	For the year ended December 31, 2025						
	Long-Term Savings	Life and Health Risks	P&C Insurance	Credit	Non-segmented	Adjustments and offsets	Total
	Audited						
	NIS thousand						
Revenues from insurance services	629,544	3,239,278	4,639,495	-	-	-	8,508,317
Expenses from insurance services	(495,033)	(2,447,877)	(3,551,549)	-	-	27,826	(6,466,633)
Income from insurance services before reinsurance contracts held	134,511	791,401	1,087,946	-	-	27,826	2,041,684
Reinsurance expenses	(38,132)	(402,121)	(1,016,020)	-	-	-	(1,456,273)
Reinsurance revenues	22,574	305,693	655,225	-	-	-	983,492
Net expenses from reinsurance contracts held	(15,558)	(96,428)	(360,795)	-	-	-	(472,781)
Income from insurance services	118,953	694,973	727,151	-	-	27,826	1,568,903
Investment income, net from assets held against insurance contracts and yield-dependent investment contracts	5,017,821	185,036	-	-	-	-	5,202,857
Other investment income (losses), net:							
Interest revenues calculated using the effective interest method	344,306	-	4,165	481,468	71,807	-	901,746
Reversal of net losses (losses) from impairment of financial assets	(848)	-	(163)	(117,771)	39,104	-	(79,678)
Other investment income (losses), net	569,873	221,538	368,840	(910)	668,856	(11,325)	1,816,872
Share in income (losses) of equity-accounted subsidiaries closely related to the investing activity	(2,858)	(1,118)	40,691	-	(474)	-	36,241
Total income from other investments, net	910,473	220,420	413,533	362,787	779,293	(11,325)	2,675,181
Total investment income, net	5,928,294	405,456	413,533	362,787	779,293	(11,325)	7,878,038
Finance expenses, net arising from insurance contracts	(4,532,565)	(136,957)	(278,103)	-	-	-	(4,947,625)
Finance income (expenses), net arising from reinsurance contracts	(6,995)	56,738	99,083	-	-	-	148,826
Increase in liabilities for investment contracts due to the yield component	(1,195,388)	-	-	-	-	-	(1,195,388)
Net investment and finance income	193,346	325,237	234,513	362,787	779,293	(11,325)	1,883,851
Income, net from insurance and investment	312,299	1,020,210	961,664	362,787	779,293	16,501	3,452,754
Revenues from management fees	1,131,792	65,672	-	-	10,591	(9,162)	1,198,893
Revenues from fees and commissions	-	-	-	70,134	149,147	(67,819)	151,462
Other operating expenses	(752,439)	(72,155)	(34,937)	(117,152)	(172,356)	59,514	(1,089,525)
Other revenues (expenses), net	(3,667)	-	-	(13,691)	105,143	(2,378)	85,407
Other finance income (expenses)	(5,359)	-	4,400	(152,706)	(112,237)	12,622	(253,280)
Share in income of equity-accounted subsidiaries which are not closely related to the investing activity	-	-	-	33,978	18,772	-	52,750
Profit before income tax	682,626	1,013,727	931,127	183,350	778,353	9,278	3,598,461
Other comprehensive loss before income tax:							
Other	(4,191)	(3,103)	(1,374)	(138)	(1,209)	(8,651)	(18,666)
Total comprehensive income before income tax	678,435	1,010,624	929,753	183,212	777,144	627	3,579,795
Allocation of revenues for assets held by the capital to operating segments	29,492	247,435	81,960	-	(358,887)	-	-
Allocation of expenses for assets held against capital for the operating segments	(3,057)	(25,683)	(7,426)	-	36,166	-	-
Comprehensive income after allocation of revenues and expenses for assets held against capital to operating segments	704,870	1,232,376	1,004,287	183,212	454,423	627	3,579,795
As of December 31, 2025							
	Audited						
	NIS thousand						
Total segment assets	51,707,545	7,078,690	8,601,992	6,037,916	9,724,294	(1,644,382)	81,506,055
Effect of classification of investment assets on the segment's assets balance	696,257	2,164,316	453,926	-	(3,314,499)	-	-
Total segment assets after the effect of classification of investment assets	52,403,802	9,243,006	9,055,918	6,037,916	6,409,795	(1,644,382)	81,506,055
Total segment assets for yield-dependent contracts	37,300,134	1,368,643	-	-	-	-	38,668,777
Total segment liabilities	50,248,492	6,180,526	8,133,438	3,849,407	5,295,804	(1,650,767)	72,056,900
Effect of classification of investment assets on the segment's outstanding liabilities	270,441	840,666	176,314	-	(1,287,421)	-	-
Total segment liabilities after the effect of classification of investment assets	50,518,933	7,021,192	8,309,752	3,849,407	4,008,383	(1,650,767)	72,056,900

Notes to the Consolidated Interim Financial Statements

NOTE 4 - ADDITIONAL INFORMATION REGARDING THE COMPANY'S ACTIVITIES BY MAIN PORTFOLIO GROUPS

A. Long-Term Savings Segment

	For the 6 months ended June 30, 2026				
	Provident	Pension	Investment contracts (*)	Insurance contracts	Total
	Unaudited				
	NIS thousand				
Revenues from insurance services	-	-	-	325,510	325,510
Expenses from insurance services	-	-	-	(261,609)	(261,609)
Income from insurance services before reinsurance contracts held	-	-	-	63,901	63,901
Reinsurance expenses	-	-	-	(12,415)	(12,415)
Reinsurance revenues	-	-	-	11,813	11,813
Net expenses from reinsurance contracts held	-	-	-	(602)	(602)
Income from insurance services	-	-	-	63,299	63,299
Investment income, net from assets held against insurance contracts and yield-dependent investment contracts	-	-	412,532	1,715,347	2,127,879
Other investment income (losses), net:					
Interest revenues calculated using the effective interest method	171,475	-	-	1,583	173,058
Reversal of net losses (losses) from impairment of financial assets	25	-	-	(1,057)	(1,032)
Other investment income, net	13,001	11,216	70	197,848	222,135
Share in losses of equity-accounted subsidiaries closely related to the investing activity	-	-	-	(307)	(307)
Total income from other investments, net	184,501	11,216	70	198,067	393,854
Total investment income, net	184,501	11,216	412,602	1,913,414	2,521,733
Finance expenses, net arising from insurance contracts	-	-	-	(1,850,852)	(1,850,852)
Finance expenses, net arising from reinsurance contracts	-	-	-	(684)	(684)
Increase in liabilities for investment contracts due to the yield component	(177,116)	-	(412,510)	-	(589,626)
Net investment and finance income	7,385	11,216	92	61,878	80,571
Income, net from insurance and investment	7,385	11,216	92	125,177	143,870
Revenues from management fees	135,910	457,086	28,467	-	621,463
Other operating expenses	(92,035)	(270,998)	(24,527)	(9,942)	(397,502)
Other expenses, net	(76)	-	-	-	(76)
Other finance expenses	(3)	(2,293)	-	-	(2,296)
Profit before income tax	51,181	195,011	4,032	115,235	365,459
Other comprehensive loss before income tax:					
Other	(88)	(22)	-	(2,555)	(2,665)
Total comprehensive income before income tax	51,093	194,989	4,032	112,680	362,794
Allocation of revenues for assets held against capital for the operating segment	-	-	-	12,380	12,380
Allocation of expenses for assets held against capital for the operating segment	-	-	-	(2,289)	(2,289)
Total comprehensive income before income tax after allocations	51,093	194,989	4,032	122,771	372,885
<u>Additional information regarding investment contracts (*)</u>					
Proceeds from investment contracts	-	-	1,153,613	-	1,153,613
Annualized receipts for investment contracts - new business	-	-	10,814	-	10,814
One-off proceeds for investment contracts	-	-	1,080,801	-	1,080,801

Notes to the Consolidated Interim Financial Statements

NOTE 4 - ADDITIONAL INFORMATION REGARDING THE COMPANY'S ACTIVITIES BY MAIN PORTFOLIO GROUPS (cont.)

A. Long-Term Savings Segment (cont.)

	For the 6 months ended June 30, 2026		
	Policies with a non-yield- dependent savings component	Policies with a yield- dependent savings component	Total
		Unaudited	
	NIS thousand		
(1) Details of the results by main portfolio groups			
<u>Amounts recognized in profit or loss:</u>			
Revenues from insurance services	33,463	292,047	325,510
Expenses from insurance services (*)	(24,134)	(237,475)	(261,609)
Income from insurance services before reinsurance contracts held	9,329	54,572	63,901
Reinsurance revenues (expenses)	273	(12,688)	(12,415)
Reinsurance revenues	1,715	10,098	11,813
Revenues (expenses), net from reinsurance contracts held	1,988	(2,590)	(602)
Income from insurance services	11,317	51,982	63,299
Total investment income, net	217,470	1,695,944	1,913,414
Finance expenses, net arising from insurance contracts	(147,266)	(1,703,586)	(1,850,852)
Finance income (expenses), net arising from reinsurance contracts	(2,670)	1,986	(684)
Income (loss) from investments and financing, net	67,534	(5,656)	61,878
Income, net from insurance and investment	78,851	46,326	125,177
Other operating expenses	(569)	(9,373)	(9,942)
Profit before income tax	78,282	36,953	115,235
Other comprehensive loss	(2,293)	(262)	(2,555)
Comprehensive income before income tax	75,989	36,691	112,680
Allocation of revenues for assets held against capital for the operating segment	1,075	11,305	12,380
Allocation of expenses for assets held against capital for the operating segment	(199)	(2,090)	(2,289)
Total comprehensive income before income tax after allocations	76,865	45,906	122,771
(*) Of which:			
Claims and other insurance service expenses incurred	(34,608)	(222,503)	(257,111)
Changes relating to past service - adjustment for liabilities for incurred claims	1,639	(12,777)	(11,138)
(2) Details of assets and liabilities by main portfolio groups			
<u>Gross and reinsurance data, as of June 30, 2026</u>			
Liabilities, net for insurance contracts	6,260,156	31,086,026	37,346,182
Balances of accounts receivable and payable, net			28,729
Total liabilities, net for insurance contracts			37,374,911
Assets, net for reinsurance contracts	(530)	99,969	99,439
Balances of other receivables and payables and reinsurance deposits			(102,262)
Total assets, net for reinsurance contracts			(2,823)
(3) Additional information (f)			
<u>Gross data, for the six-month period ended June 30, 2026</u>			
Gross premiums for insurance contracts net of reimbursement of premiums (**)	21,671	569,175	590,846
(**) Of which: Savings component	20,201	480,450	500,651
Variable management fees	-	102,881	102,881
Fixed management fees	-	102,584	102,584
Annualized premium for insurance contracts - new business	-	1,485	1,485
One-off premium for insurance contracts	10,293	132,692	142,985

Notes to the Consolidated Interim Financial Statements

NOTE 4 - ADDITIONAL INFORMATION REGARDING THE COMPANY'S ACTIVITIES BY MAIN PORTFOLIO GROUPS (cont.)

A. Long-Term Savings Segment (cont.)

	For the 6 months ended June 30, 2025				
	Provident	Pension	Investment contracts (*)	Insurance contracts	Total
	Unaudited				
	NIS thousand				
Revenues from insurance services	-	-	-	308,149	308,149
Expenses from insurance services	-	-	-	(243,150)	(243,150)
Income from insurance services before reinsurance contracts held	-	-	-	64,999	64,999
Reinsurance expenses	-	-	-	(19,089)	(19,089)
Reinsurance revenues	-	-	-	8,592	8,592
Net expenses from reinsurance contracts held	-	-	-	(10,497)	(10,497)
Income from insurance services	-	-	-	54,502	54,502
Investment income, net from assets held against insurance contracts and yield-dependent investment contracts	-	-	329,084	1,754,245	2,083,329
Other investment income (losses), net:					
Interest revenues calculated using the effective interest method	190,174	-	-	(1)	190,173
Net losses from impairment of financial assets	(423)	-	-	-	(423)
Other investment income, net	14,568	12,986	73	285,221	312,848
Share in losses of equity-accounted subsidiaries closely related to the investing activity	-	-	-	(325)	(325)
Total income from other investments, net	204,319	12,986	73	284,895	502,273
Total investment income, net	204,319	12,986	329,157	2,039,140	2,585,602
Finance expenses, net arising from insurance contracts	-	-	-	(2,000,231)	(2,000,231)
Finance income, net arising from reinsurance contracts	-	-	-	990	990
Increase in liabilities for investment contracts due to the yield component	(199,390)	-	(329,157)	-	(528,547)
Net investment and finance income	4,929	12,986	-	39,899	57,814
Income, net from insurance and investment	4,929	12,986	-	94,401	112,316
Revenues from management fees	112,943	406,386	22,684	-	542,013
Other operating expenses	(81,818)	(254,356)	(20,317)	(6,559)	(363,050)
Other revenues (expenses), net	(912)	100	-	-	(812)
Other finance expenses	(19)	(504)	-	-	(523)
Profit before income tax	35,123	164,612	2,367	87,842	289,944
Other comprehensive loss before income tax:					
Other	-	(17)	-	(2,498)	(2,515)
Total comprehensive income before income tax	35,123	164,595	2,367	85,344	287,429
Allocation of revenues for assets held against capital for the operating segment	-	-	-	13,260	13,260
Allocation of expenses for assets held against capital for the operating segment	-	-	-	(1,270)	(1,270)
Total comprehensive income before income tax after allocations	35,123	164,595	2,367	97,334	299,419
<u>Additional information regarding investment contracts (*)</u>					
Proceeds from investment contracts	-	-	589,043	-	589,043
Annualized receipts for investment contracts - new business	-	-	8,673	-	8,673
One-off proceeds for investment contracts	-	-	529,480	-	529,480

Notes to the Consolidated Interim Financial Statements

NOTE 4 - ADDITIONAL INFORMATION REGARDING THE COMPANY'S ACTIVITIES BY MAIN PORTFOLIO GROUPS (cont.)

A. Long-Term Savings Segment (cont.)

	For the 6 months ended June 30, 2025		
	Policies with a non-yield-dependent savings component	Policies with a yield-dependent savings component	Total
	Unaudited		
	NIS thousand		
(1) Details of the results by main portfolio groups			
<u>Amounts recognized in profit or loss:</u>			
Revenues from insurance services	43,930	264,219	308,149
Expenses from insurance services (*)	(35,869)	(207,281)	(243,150)
Income from insurance services before reinsurance contracts held	8,061	56,938	64,999
Reinsurance expenses	(1,936)	(17,153)	(19,089)
Reinsurance revenues (expenses)	(1,213)	9,805	8,592
Net expenses from reinsurance contracts held	(3,149)	(7,348)	(10,497)
Income from insurance services	4,912	49,590	54,502
Total investment income, net	288,172	1,750,968	2,039,140
Finance expenses, net arising from insurance contracts	(248,881)	(1,751,350)	(2,000,231)
Finance income, net arising from reinsurance contracts	417	573	990
Net investment and finance income	39,708	191	39,899
Income, net from insurance and investment	44,620	49,781	94,401
Other operating expenses	(518)	(6,041)	(6,559)
Profit before income tax	44,102	43,740	87,842
Other comprehensive income (loss)	(2,727)	229	(2,498)
Comprehensive income before income tax	41,375	43,969	85,344
Allocation of revenues for assets held against capital for the operating segment	1,152	12,108	13,260
Allocation of expenses for assets held against capital for the operating segment	(110)	(1,160)	(1,270)
Total comprehensive income before income tax after allocations	42,417	54,917	97,334
(*) Of which:			
Claims and other insurance service expenses incurred	(36,994)	(229,699)	(266,693)
Changes relating to past service - adjustment for liabilities for incurred claims	1,113	28,629	29,742
(2) Details of assets and liabilities by main portfolio groups			
<u>Gross and reinsurance data, as of June 30, 2025</u>			
Liabilities, net for insurance contracts	6,547,546	28,837,524	35,385,070
Balances of accounts receivable and payable, net			(24,071)
Total liabilities, net for insurance contracts			35,360,999
Assets, net for reinsurance contracts	(1,995)	104,253	102,258
Balances of other receivables and payables and reinsurance deposits			(113,108)
Total assets, net for reinsurance contracts			(10,850)
(3) Additional information (f)			
<u>Gross data, for the six-month period ended June 30, 2025</u>			
Gross premiums for insurance contracts net of reimbursement of premiums (**)	57,578	613,934	671,512
(**) Of which: Savings component	55,612	515,864	571,476
Variable management fees	-	57,899	57,899
Fixed management fees	-	100,043	100,043
Annualized premium for insurance contracts - new business	-	1,200	1,200
One-off premium for insurance contracts	41,766	121,201	162,967

Notes to the Consolidated Interim Financial Statements

NOTE 4 - ADDITIONAL INFORMATION REGARDING THE COMPANY'S ACTIVITIES BY MAIN PORTFOLIO GROUPS (cont.)

A. Long-Term Savings Segment (cont.)

	For the 3 months ended June 30, 2026				
	Provident	Pension	Investment contracts (*)	Insurance contracts	Total
	Unaudited				
	NIS thousand				
Revenues from insurance services	-	-	-	155,519	155,519
Expenses from insurance services	-	-	-	(128,874)	(128,874)
Income from insurance services before reinsurance contracts held	-	-	-	26,645	26,645
Reinsurance expenses	-	-	-	(4,074)	(4,074)
Reinsurance revenues	-	-	-	10,680	10,680
Net expenses from reinsurance contracts held	-	-	-	6,606	6,606
Income from insurance services	-	-	-	33,251	33,251
Investment income, net from assets held against insurance contracts and yield-dependent investment contracts	-	-	427,324	1,637,906	2,065,230
Other investment income (losses), net:					
Interest revenues calculated using the effective interest method	116,449	-	-	1,353	117,802
Reversal of net losses from impairment of financial assets	15	-	-	94	109
Other investment income, net	12,243	6,856	59	236,393	255,551
Share in losses of equity-accounted subsidiaries closely related to the investing activity	-	-	-	(67)	(67)
Total income from other investments, net	128,707	6,856	59	237,773	373,395
Total investment income, net	128,707	6,856	427,383	1,875,679	2,438,625
Finance expenses, net arising from insurance contracts	-	-	-	(1,886,353)	(1,886,353)
Finance expenses, net arising from reinsurance contracts	-	-	-	(768)	(768)
Increase in liabilities for investment contracts due to the yield component	(123,547)	-	(427,292)	-	(550,839)
Income (loss) from investments and financing, net	5,160	6,856	91	(11,442)	665
Income, net from insurance and investment	5,160	6,856	91	21,809	33,916
Revenues from management fees	69,849	231,624	14,940	-	316,413
Other operating expenses	(47,565)	(135,787)	(13,038)	(6,029)	(202,419)
Other expenses, net	(38)	-	-	-	(38)
Other finance expenses	(22)	(1,112)	-	-	(1,134)
Profit before income tax	27,384	101,581	1,993	15,780	146,738
Other comprehensive loss before income tax:					
Other	(76)	(23)	-	(2,327)	(2,426)
Total comprehensive income before income tax	27,308	101,558	1,993	13,453	144,312
Allocation of revenues for assets held against capital for the operating segment	-	-	-	8,865	8,865
Allocation of expenses for assets held against capital for the operating segment	-	-	-	(1,224)	(1,224)
Total comprehensive income before income tax after allocations	27,308	101,558	1,993	21,094	151,953
<u>Additional information regarding investment contracts (*)</u>					
Proceeds from investment contracts	-	-	560,472	-	560,472
Annualized receipts for investment contracts - new business	-	-	5,917	-	5,917
One-off proceeds for investment contracts	-	-	518,317	-	518,317

Notes to the Consolidated Interim Financial Statements

NOTE 4 - ADDITIONAL INFORMATION REGARDING THE COMPANY'S ACTIVITIES BY MAIN PORTFOLIO GROUPS (cont.)

A. Long-Term Savings Segment (cont.)

	For the 3 months ended June 30, 2026		
	Policies with a non-yield-dependent savings component	Policies with a yield-dependent savings component	Total
	Unaudited		
	NIS thousand		
(1) Details of the results by main portfolio groups			
<u>Amounts recognized in profit or loss:</u>			
Revenues from insurance services	13,104	142,415	155,519
Expenses from insurance services (*)	(7,145)	(121,729)	(128,874)
Income from insurance services before reinsurance contracts held	5,959	20,686	26,645
Reinsurance revenues (expenses)	1,666	(5,740)	(4,074)
Reinsurance revenues	4,872	5,808	10,680
Net expenses from reinsurance contracts held	6,538	68	6,606
Income from insurance services	12,497	20,754	33,251
Total investment income, net	259,471	1,616,208	1,875,679
Finance expenses, net arising from insurance contracts	(259,121)	(1,627,232)	(1,886,353)
Finance income (expenses), net arising from reinsurance contracts	(891)	123	(768)
Loss from investments and financing, net	(541)	(10,901)	(11,442)
Income, net from insurance and investment	11,956	9,853	21,809
Other operating expenses	(289)	(5,740)	(6,029)
Profit before income tax	11,667	4,113	15,780
Other comprehensive loss	(1,967)	(360)	(2,327)
Comprehensive income before income tax	9,700	3,753	13,453
Allocation of revenues for assets held against capital for the operating segment	770	8,095	8,865
Allocation of expenses for assets held against capital for the operating segment	(106)	(1,118)	(1,224)
Total comprehensive income before income tax after allocations	10,364	10,730	21,094
(*) Of which:			
Claims and other insurance service expenses incurred	(16,711)	(122,574)	(139,285)
Changes relating to past service - adjustment for liabilities for incurred claims	115	2,670	2,785
(2) Additional information (f)			
<u>Gross data, for the three-month period ended June 30, 2026</u>			
Gross premiums for insurance contracts net of reimbursement of premiums (**)	8,813	292,341	301,154
(**) Of which: Savings component	8,158	248,189	256,347
Variable management fees	-	95,342	95,342
Fixed management fees	-	50,977	50,977
Annualized premium for insurance contracts - new business	-	238	238
One-off premium for insurance contracts	3,573	76,991	80,564

Notes to the Consolidated Interim Financial Statements

NOTE 4 - ADDITIONAL INFORMATION REGARDING THE COMPANY'S ACTIVITIES BY MAIN PORTFOLIO GROUPS (cont.)

A. Long-Term Savings Segment (cont.)

	For the 3 months ended June 30, 2025				
	Provident	Pension	Investment contracts (*)	Insurance contracts	Total
	Unaudited				
	NIS thousand				
Revenues from insurance services	-	-	-	159,640	159,640
Expenses from insurance services	-	-	-	(117,975)	(117,975)
Income from insurance services before reinsurance contracts held	-	-	-	41,665	41,665
Reinsurance expenses	-	-	-	(9,679)	(9,679)
Reinsurance revenues	-	-	-	2,456	2,456
Net expenses from reinsurance contracts held	-	-	-	(7,223)	(7,223)
Income from insurance services	-	-	-	34,442	34,442
Investment income, net from assets held against insurance contracts and yield-dependent investment contracts	-	-	337,122	1,751,862	2,088,984
Other investment income (losses), net:					
Interest revenues calculated using the effective interest method	119,320	-	-	-	119,320
Reversal of net losses from impairment of financial assets	16	-	-	-	16
Other investment income, net	12,094	11,276	54	273,120	296,544
Share in losses of equity-accounted subsidiaries closely related to the investing activity	-	-	-	(369)	(369)
Total income from other investments, net	131,430	11,276	54	272,751	415,511
Total investment income, net	131,430	11,276	337,176	2,024,613	2,504,495
Finance expenses, net arising from insurance contracts	-	-	-	(2,021,290)	(2,021,290)
Finance income, net arising from reinsurance contracts	-	-	-	1,771	1,771
Increase in liabilities for investment contracts due to the yield component	(125,992)	-	(337,176)	-	(463,168)
Net investment and finance income	5,438	11,276	-	5,094	21,808
Income, net from insurance and investment	5,438	11,276	-	39,536	56,250
Revenues from management fees	57,382	206,840	11,763	-	275,985
Other operating expenses	(41,452)	(128,599)	(10,177)	(3,171)	(183,399)
Other revenues (expenses), net	(456)	100	-	-	(356)
Other finance income (expenses)	(15)	441	-	-	426
Profit before income tax	20,897	90,058	1,586	36,365	148,906
Other comprehensive loss before income tax:					
Other	-	(22)	-	(3,422)	(3,444)
Total comprehensive income before income tax	20,897	90,036	1,586	32,943	145,462
Allocation of revenues for assets held against capital for the operating segment	-	-	-	11,117	11,117
Allocation of expenses for assets held against capital for the operating segment	-	-	-	(825)	(825)
Total comprehensive income before income tax after allocations	20,897	90,036	1,586	43,235	155,754
<u>Additional information regarding investment contracts (*)</u>					
Proceeds from investment contracts	-	-	246,138	-	246,138
Annualized receipts for investment contracts - new business	-	-	2,970	-	2,970
One-off proceeds for investment contracts	-	-	227,743	-	227,743

Notes to the Consolidated Interim Financial Statements

NOTE 4 - ADDITIONAL INFORMATION REGARDING THE COMPANY'S ACTIVITIES BY MAIN PORTFOLIO GROUPS (cont.)

A. Long-Term Savings Segment (cont.)

	For the 3 months ended June 30, 2025		
	Policies with a non-yield- dependent savings component	Policies with a yield- dependent savings component	Total
	Unaudited		
	NIS thousand		
(1) Details of the results by main portfolio groups			
<u>Amounts recognized in profit or loss:</u>			
Revenues from insurance services	22,254	137,386	159,640
Expenses from insurance services (*)	(19,961)	(98,014)	(117,975)
Income from insurance services before reinsurance contracts held	2,293	39,372	41,665
Reinsurance expenses	(633)	(9,046)	(9,679)
Reinsurance revenues (expenses)	(2,252)	4,708	2,456
Net expenses from reinsurance contracts held	(2,885)	(4,338)	(7,223)
Income (loss) from insurance services	(592)	35,034	34,442
Total investment income, net	283,970	1,740,643	2,024,613
Finance expenses, net arising from insurance contracts	(280,206)	(1,741,084)	(2,021,290)
Finance income, net arising from reinsurance contracts	1,231	540	1,771
Net investment and finance income	4,995	99	5,094
Income, net from insurance and investment	4,403	35,133	39,536
Other operating expenses	(224)	(2,947)	(3,171)
Profit before income tax	4,179	32,186	36,365
Other comprehensive income (loss)	(3,684)	262	(3,422)
Comprehensive income before income tax	495	32,448	32,943
Allocation of revenues for assets held against capital for the operating segment	965	10,152	11,117
Allocation of expenses for assets held against capital for the operating segment	(72)	(753)	(825)
Total comprehensive income before income tax after allocations	1,388	41,847	43,235
(*) Of which:			
Claims and other insurance service expenses incurred	(20,886)	(115,022)	(135,908)
Changes relating to past service - adjustment for liabilities for incurred claims	907	22,171	23,078
(2) Additional information (f)			
<u>Gross data, for the three-month period ended June 30, 2025</u>			
Gross premiums for insurance contracts net of reimbursement of premiums (**)	41,992	302,273	344,265
(**) Of which: Savings component	41,001	253,370	294,371
Variable management fees	-	57,899	57,899
Fixed management fees	-	48,714	48,714
Annualized premium for insurance contracts - new business	-	5	5
One-off premium for insurance contracts	34,954	59,279	94,233

Notes to the Consolidated Interim Financial Statements

NOTE 4 - ADDITIONAL INFORMATION REGARDING THE COMPANY'S ACTIVITIES BY MAIN PORTFOLIO GROUPS (cont.)

A. Long-Term Savings Segment (cont.)

	For the year ended December 31, 2025				
	Provident	Pension	Investment contracts (*)	Insurance contracts	Total
	Audited				
	NIS thousand				
Revenues from insurance services	-	-	-	629,544	629,544
Expenses from insurance services	-	-	-	(495,033)	(495,033)
Income from insurance services before reinsurance contracts held	-	-	-	134,511	134,511
Reinsurance expenses	-	-	-	(38,132)	(38,132)
Reinsurance revenues	-	-	-	22,574	22,574
Net expenses from reinsurance contracts held	-	-	-	(15,558)	(15,558)
Income from insurance services	-	-	-	118,953	118,953
Investment income, net from assets held against insurance contracts and yield-dependent investment contracts	-	-	835,736	4,182,085	5,017,821
Other investment income (losses), net:					
Interest revenues calculated using the effective interest method	344,303	-	-	3	344,306
Net losses from impairment of financial assets	(409)	-	-	(439)	(848)
Other investment income, net	32,741	28,307	184	508,641	569,873
Share in losses of equity-accounted subsidiaries closely related to the investing activity	-	-	-	(2,858)	(2,858)
Total income from other investments, net	376,635	28,307	184	505,347	910,473
Total investment income, net	376,635	28,307	835,920	4,687,432	5,928,294
Finance expenses, net arising from insurance contracts	-	-	-	(4,532,565)	(4,532,565)
Finance expenses, net arising from reinsurance contracts	-	-	-	(6,995)	(6,995)
Increase in liabilities for investment contracts due to the yield component	(359,534)	-	(835,854)	-	(1,195,388)
Net investment and finance income	17,101	28,307	66	147,872	193,346
Income, net from insurance and investment	17,101	28,307	66	266,825	312,299
Revenues from management fees	236,795	846,961	48,036	-	1,131,792
Other operating expenses	(174,970)	(522,924)	(42,453)	(12,092)	(752,439)
Other expenses, net	(2,146)	(1,521)	-	-	(3,667)
Other finance expenses	(38)	(5,321)	-	-	(5,359)
Profit before income tax	76,742	345,502	5,649	254,733	682,626
Other comprehensive income (loss) before income tax:					
Other	(12)	6	-	(4,185)	(4,191)
Total comprehensive income before income tax	76,730	345,508	5,649	250,548	678,435
Allocation of revenues for assets held against capital for the operating segment	-	-	-	29,492	29,492
Allocation of expenses for assets held against capital for the operating segment	-	-	-	(3,057)	(3,057)
Total comprehensive income before income tax after allocations	76,730	345,508	5,649	276,983	704,870
<u>Additional information regarding investment contracts (*)</u>					
Proceeds from investment contracts	-	-	1,409,261	-	1,409,261
Annualized receipts for investment contracts - new business	-	-	17,281	-	17,281
One-off proceeds for investment contracts	-	-	1,343,616	-	1,343,616

Notes to the Consolidated Interim Financial Statements

NOTE 4 - ADDITIONAL INFORMATION REGARDING THE COMPANY'S ACTIVITIES BY MAIN PORTFOLIO GROUPS (cont.)

A. Long-Term Savings Segment (cont.)

	For the year ended December 31, 2025		
	Policies with a non-yield-dependent savings component	Policies with a yield-dependent savings component	Total
	Audited		
	NIS thousand		
(1) Details of the results by main portfolio groups			
Amounts recognized in profit or loss:			
Revenues from insurance services	87,412	542,132	629,544
Expenses from insurance services (*)	(71,465)	(423,568)	(495,033)
Income from insurance services before reinsurance contracts held	15,947	118,564	134,511
Reinsurance expenses	(4,769)	(33,363)	(38,132)
Reinsurance revenues	3,344	19,230	22,574
Net expenses from reinsurance contracts held	(1,425)	(14,133)	(15,558)
Income from insurance services	14,522	104,431	118,953
Total investment income, net	532,430	4,155,002	4,687,432
Finance expenses, net arising from insurance contracts	(392,524)	(4,140,041)	(4,532,565)
Finance expenses, net arising from reinsurance contracts	(6,413)	(582)	(6,995)
Net investment and finance income	133,493	14,379	147,872
Income, net from insurance and investment	148,015	118,810	266,825
Other operating expenses	(1,264)	(10,828)	(12,092)
Profit before income tax	146,751	107,982	254,733
Other comprehensive income (loss)	(4,715)	530	(4,185)
Comprehensive income before income tax	142,036	108,512	250,548
Allocation of revenues for assets held against capital for the operating segment	2,561	26,931	29,492
Allocation of expenses for assets held against capital for the operating segment	(266)	(2,792)	(3,057)
Total comprehensive income before income tax after allocations	144,332	132,651	276,983
(*) Of which:			
Claims and other insurance service expenses incurred	(71,843)	(469,147)	(540,990)
Changes relating to past service - adjustment for liabilities for incurred claims	1,400	45,054	46,454
(2) Details of assets and liabilities by main portfolio groups			
Gross and reinsurance data, as of December 31, 2025			
Liabilities, net for insurance contracts	6,389,003	30,502,260	36,891,263
Balances of accounts receivable and payable, net			72,756
Total liabilities, net for insurance contracts			36,964,019
Assets, net for reinsurance contracts	(2,186)	99,554	97,368
Balances of other receivables and payables and reinsurance deposits			(115,845)
Total assets, net for reinsurance contracts			(18,477)
(3) Additional information (f)			
Gross data for the year ended December 31, 2025			
Gross premiums for insurance contracts net of reimbursement of premiums (**)	111,577	1,402,189	1,513,766
(**) Of which: Savings component	107,844	1,210,178	1,318,022
Variable management fees	-	238,631	238,631
Fixed management fees	-	203,702	203,702
Annualized premium for insurance contracts - new business	-	2,670	2,670
One-off premium for insurance contracts	82,867	438,973	521,840

Notes to the Consolidated Interim Financial Statements

NOTE 4 - ADDITIONAL INFORMATION REGARDING THE COMPANY'S ACTIVITIES BY MAIN PORTFOLIO GROUPS (cont.)

B. Life and Health Insurance Risks Segment

	For the 6 months ended June 30, 2026							
	Life	Health Insurance					Total	
	Life Risks	Individual LTC	Collective LTC	Medical expenses and disabilities - individual	Medical expenses and disabilities - collective	Health Insurance - other		
				Unaudited				
(1) Details of the results by main portfolio groups								
<u>Amounts recognized in profit or loss:</u>								
Revenues from insurance services	538,931	87,903	19,490	390,921	186,690	466,068	1,690,003	
Expenses from insurance services (*)	(450,614)	(78,968)	(27,159)	(260,022)	(117,993)	(332,786)	(1,267,542)	
Income (loss) from insurance services before reinsurance contracts held	88,317	8,935	(7,669)	130,899	68,697	133,282	422,461	
Reinsurance expenses	(35,477)	(48,996)	(877)	(58,083)	-	(40,277)	(183,710)	
Reinsurance revenues (expenses)	32,835	40,150	(491)	43,376	-	29,568	145,438	
Net expenses from reinsurance contracts held	(2,642)	(8,846)	(1,368)	(14,707)	-	(10,709)	(38,272)	
Income (loss) from insurance services	85,675	89	(9,037)	116,192	68,697	122,573	384,189	
Total investment income, net	9,886	89,603	57,221	4,701	252	2,927	164,590	
Finance income (expenses), net arising from insurance contracts	5,241	(43,269)	(58,630)	(35,921)	(4,989)	34,846	(102,722)	
Finance income, net arising from reinsurance contracts	57	16,739	2,015	5,283	-	2,052	26,146	
Income (loss) from investments and financing, net	15,184	63,073	606	(25,937)	(4,737)	39,825	88,014	
Income (loss), net from insurance and investment	100,859	63,162	(8,431)	90,255	63,960	162,398	472,203	
Revenues from management fees	-	-	32,218	-	-	-	32,218	
Other operating expenses	(3,912)	(201)	(21,131)	(2,712)	(2,133)	(3,929)	(34,018)	
Profit before income tax	96,947	62,961	2,656	87,543	61,827	158,469	470,403	
Other comprehensive income (loss) before income tax:	(151)	(1,783)	(42)	(141)	(8)	2	(2,123)	
Comprehensive income before income tax	96,796	61,178	2,614	87,402	61,819	158,471	468,280	
Allocation of revenues for assets held against capital for the operating segment	15,913	5,582	727	50,423	1,871	34,949	109,465	
Allocation of expenses for assets held against capital for the operating segment	(2,943)	(1,032)	(135)	(9,325)	(346)	(6,463)	(20,244)	
Total comprehensive income before income tax after allocations	109,766	65,728	3,206	128,500	63,344	186,957	557,501	
(*) Of which:								
Claims and other insurance service expenses incurred	(351,655)	(74,255)	(15,206)	(251,630)	(149,494)	(288,465)	(1,130,705)	
Changes relating to past service - adjustment for liabilities for incurred claims	(10,355)	(4,702)	(11,953)	4,876	32,105	29,651	39,622	
(2) Details of assets and liabilities by main portfolio groups								
<u>Gross and reinsurance data, as of June 30, 2026</u>								
Liabilities, net for insurance contracts	(565,204)	2,908,007	1,274,021	676,623	147,500	(949,948)	3,490,999	
Balances of accounts receivable and payable, net							(89,239)	
Total liabilities, net for insurance contracts (**)							3,401,760	
(**) Of which: Insurance contract assets							1,842,443	
Assets, net for reinsurance contracts	12,065	926,021	75,631	528,471	-	66,420	1,608,608	
Balances of other receivables and payables and reinsurance deposits							(327,714)	
Total assets, net for reinsurance contracts							1,280,894	
(3) Additional information								
<u>Gross data, for the six-month period ended June 30, 2026</u>								
Gross premiums net of reimbursement of premiums	445,617	64,075	68,715	365,031	163,579	419,128	1,526,145	
Annualized premium for insurance contracts - new business	42,099	-	-	37,938	-	35,244	115,281	

Notes to the Consolidated Interim Financial Statements

NOTE 4 - ADDITIONAL INFORMATION REGARDING THE COMPANY'S ACTIVITIES BY MAIN PORTFOLIO GROUPS (cont.)

B. Life and Health Insurance Risks Segment (cont.)

	For the 6 months ended June 30, 2025						
	Life	Health Insurance					
				Medical expenses and disabilities - individual	Medical expenses and disabilities - collective	Health Insurance - other	
	Life Risks	Individual LTC	Collective LTC				Total
				Unaudited			
				NIS thousand			
(1) Details of the results by main portfolio groups							
<u>Amounts recognized in profit or loss:</u>							
Revenues from insurance services	507,881	87,784	15,510	389,161	111,629	428,874	1,540,839
Expenses from insurance services (*)	(442,839)	(55,341)	(9,593)	(238,824)	(144,964)	(289,794)	(1,181,355)
Income (loss) from insurance services before reinsurance contracts held	65,042	32,443	5,917	150,337	(33,335)	139,080	359,484
Reinsurance expenses	(44,430)	(47,800)	(1,138)	(61,453)	-	(46,586)	(201,407)
Reinsurance revenues (expenses)	38,686	32,782	(3,130)	51,718	-	35,896	155,952
Net expenses from reinsurance contracts held	(5,744)	(15,018)	(4,268)	(9,735)	-	(10,690)	(45,455)
Income (loss) from insurance services	59,298	17,425	1,649	140,602	(33,335)	128,390	314,029
Total investment income, net	11,521	107,849	79,660	13,483	115	1,733	214,361
Finance income (expenses), net arising from insurance contracts	41,297	(126,240)	(81,559)	5,794	(2,370)	92,576	(70,502)
Finance income (expenses), net arising from reinsurance contracts	(2,016)	23,684	265	17,156	-	316	39,405
Income (loss) from investments and financing, net	50,802	5,293	(1,634)	36,433	(2,255)	94,625	183,264
Income (loss), net from insurance and investment	110,100	22,718	15	177,035	(35,590)	223,015	497,293
Revenues from management fees	-	-	31,989	-	-	-	31,989
Other operating expenses	(8,816)	(181)	(19,937)	(2,238)	(1,972)	(2,707)	(35,851)
Profit (loss) before income tax	101,284	22,537	12,067	174,797	(37,562)	220,308	493,431
Other comprehensive loss before income tax	(174)	(1,355)	(47)	(124)	(1)	(3)	(1,704)
Comprehensive income (loss) before income tax	101,110	21,182	12,020	174,673	(37,563)	220,305	491,727
Allocation of revenues for assets held against capital for the operating segment	17,046	5,621	732	50,775	1,884	35,194	111,252
Allocation of expenses for assets held against capital for the operating segment	(1,632)	(540)	(70)	(4,873)	(181)	(3,377)	(10,673)
Total comprehensive income before income tax after allocations	116,524	26,263	12,682	220,575	(35,860)	252,122	592,306
(*) Of which:							
Claims and other insurance service expenses incurred	(388,181)	(64,163)	(13,397)	(251,751)	(148,669)	(266,602)	(1,132,763)
Changes relating to past service - adjustment for liabilities for incurred claims	473	8,830	3,804	21,481	4,791	20,751	60,130
(2) Details of assets and liabilities by main portfolio groups							
<u>Gross and reinsurance data, as of June 30, 2025</u>							
Liabilities, net for insurance contracts	(375,777)	2,844,276	1,421,924	803,445	170,549	(728,098)	4,136,319
Balances of accounts receivable and payable, net							(124,293)
Total liabilities, net for insurance contracts (**)							4,012,026
(**) Of which: Insurance contract assets							
Assets, net for reinsurance contracts	14,512	927,019	125,024	545,097	-	78,950	1,690,602
Balances of other receivables and payables and reinsurance deposits							(388,003)
Total assets, net for reinsurance contracts							1,302,599
(3) Additional information							
<u>Gross data, for the six-month period ended June 30, 2025</u>							
Gross premiums net of reimbursement of premiums	454,452	62,904	64,986	323,180	138,594	384,573	1,428,689
Annualized premium for insurance contracts - new business	40,099	-	-	30,219	-	30,892	101,210

Notes to the Consolidated Interim Financial Statements

NOTE 4 - ADDITIONAL INFORMATION REGARDING THE COMPANY'S ACTIVITIES BY MAIN PORTFOLIO GROUPS (cont.)

B. Life and Health Insurance Risks Segment (cont.)

	For the 3 months ended June 30, 2026						Total
	Life	Health Insurance				Health Insurance - other	
	Life Risks	Individual LTC	Collective LTC	Medical expenses and disabilities - individual	Medical expenses and disabilities - collective		
				Unaudited			
				NIS thousand			
(1) Details of the results by main portfolio groups							
<u>Amounts recognized in profit or loss:</u>							
Revenues from insurance services	269,034	44,183	10,497	195,614	94,228	233,066	846,622
Expenses from insurance services (*)	(243,031)	(30,948)	(15,863)	(134,901)	(44,901)	(167,158)	(636,802)
Income (loss) from insurance services before reinsurance contracts held	26,003	13,235	(5,366)	60,713	49,327	65,908	209,820
Reinsurance expenses	(17,739)	(24,639)	(412)	(29,571)	-	(20,225)	(92,586)
Reinsurance revenues (expenses)	14,332	11,967	(905)	21,198	-	14,042	60,634
Net expenses from reinsurance contracts held	(3,407)	(12,672)	(1,317)	(8,373)	-	(6,183)	(31,952)
Income (loss) from insurance services	22,596	563	(6,683)	52,340	49,327	59,725	177,868
Total investment income, net	9,048	79,328	56,703	4,103	221	2,424	151,827
Finance income (expenses), net arising from insurance contracts	73,797	(139,793)	(58,010)	63,964	(3,352)	118,114	54,720
Finance income (expenses), net arising from reinsurance contracts	(3,290)	30,508	1,839	18,335	-	(1,337)	46,055
Income (loss) from investments and financing, net	79,555	(29,957)	532	86,402	(3,131)	119,201	252,602
Income (loss), net from insurance and investment	102,151	(29,394)	(6,151)	138,742	46,196	178,926	430,470
Revenues from management fees	-	-	16,556	-	-	-	16,556
Other operating expenses	(1,987)	(99)	(10,704)	(1,360)	(1,045)	(2,940)	(18,135)
Profit (loss) before income tax	100,164	(29,493)	(299)	137,382	45,151	175,986	428,891
Other comprehensive income (loss) before income tax:	(126)	(1,641)	(39)	(147)	(8)	3	(1,958)
Comprehensive income (loss) before income tax	100,038	(31,134)	(338)	137,235	45,143	175,989	426,933
Allocation of revenues for assets held against capital for the operating segment	11,395	3,997	521	36,107	1,340	25,026	78,386
Allocation of expenses for assets held against capital for the operating segment	(1,574)	(551)	(72)	(4,985)	(185)	(3,456)	(10,823)
Total comprehensive income (loss) before income tax after allocations	109,859	(27,688)	111	168,357	46,298	197,559	494,496
(*) Of which:							
Claims and other insurance service expenses incurred	(171,687)	(31,500)	(7,005)	(126,197)	(67,079)	(145,410)	(548,878)
Changes relating to past service - adjustment for liabilities for incurred claims	(26,965)	558	(8,858)	(1,524)	22,263	16,159	1,633
(2) Additional information							
<u>Gross data, for the three-month period ended June 30, 2026</u>							
Gross premiums net of reimbursement of premiums	224,389	32,191	35,488	185,216	80,594	204,423	762,301
Annualized premium for insurance contracts - new business	23,028	-	-	18,191	-	18,426	59,645

Notes to the Consolidated Interim Financial Statements

NOTE 4 - ADDITIONAL INFORMATION REGARDING THE COMPANY'S ACTIVITIES BY MAIN PORTFOLIO GROUPS (cont.)

B. Life and Health Insurance Risks Segment (cont.)

	For the 3 months ended June 30, 2025						Total	
	Life	Health Insurance						
	Life Risks	Individual LTC	Collective LTC	Medical expenses and disabilities - individual	Medical expenses and disabilities - collective	Health Insurance - other		
				Unaudited				
NIS thousand								
(1) Details of the results by main portfolio groups								
Amounts recognized in profit or loss:								
Revenues from insurance services	252,583	44,482	8,185	199,639	55,678	217,005	777,572	
Expenses from insurance services (*)	(219,029)	(24,140)	(1,437)	(92,705)	(83,186)	(151,489)	(571,986)	
Income (loss) from insurance services before reinsurance contracts held	33,554	20,342	6,748	106,934	(27,508)	65,516	205,586	
Reinsurance expenses	(22,809)	(24,369)	(616)	(29,689)	-	(22,895)	(100,378)	
Reinsurance revenues (expenses)	12,690	13,715	(2,341)	20,842	-	19,163	64,069	
Net expenses from reinsurance contracts held	(10,119)	(10,654)	(2,957)	(8,847)	-	(3,732)	(36,309)	
Income (loss) from insurance services	23,435	9,688	3,791	98,087	(27,508)	61,784	169,277	
Total investment income, net	9,769	90,948	71,670	11,201	16	1,139	184,743	
Finance income (expenses), net arising from insurance contracts	70,250	(166,499)	(73,131)	50,961	(1,040)	140,004	20,545	
Finance income (expenses), net arising from reinsurance contracts	(3,488)	30,720	(1,409)	23,371	-	(2,584)	46,610	
Income (loss) from investments and financing, net	76,531	(44,831)	(2,870)	85,533	(1,024)	138,559	251,898	
Income (loss), net from insurance and investment	99,966	(35,143)	921	183,620	(28,532)	200,343	421,175	
Revenues from management fees	-	-	16,859	-	-	-	16,859	
Other operating expenses	(7,267)	(104)	(9,123)	(1,251)	(1,065)	(1,932)	(20,742)	
Profit (loss) before income tax	92,699	(35,247)	8,657	182,369	(29,597)	198,411	417,292	
Other comprehensive loss before income tax	(236)	(1,897)	(66)	(188)	(4)	(4)	(2,395)	
Comprehensive income (loss) before income tax	92,463	(37,144)	8,591	182,181	(29,601)	198,407	414,897	
Allocation of revenues for assets held against capital for the operating segment	14,291	4,712	614	42,571	1,580	29,507	93,275	
Allocation of expenses for assets held against capital for the operating segment	(1,060)	(351)	(45)	(3,164)	(117)	(2,193)	(6,930)	
Total comprehensive income (loss) before income tax after allocations	105,694	(32,783)	9,160	221,588	(28,138)	225,721	501,242	
(*) Of which:								
Claims and other insurance service expenses incurred	(185,324)	(25,159)	(5,552)	(92,303)	(82,723)	(130,644)	(521,705)	
Changes relating to past service - adjustment for liabilities for incurred claims	(1,152)	1,023	4,116	4,424	(531)	9,036	16,916	
(2) Additional information								
Gross data, for the three-month period ended June 30, 2025								
Gross premiums net of reimbursement of premiums	229,551	31,657	33,584	163,504	69,036	185,280	712,612	
Annualized premium for insurance contracts - new business	21,287	-	-	14,999	-	15,907	52,193	

Notes to the Consolidated Interim Financial Statements

NOTE 4 - ADDITIONAL INFORMATION REGARDING THE COMPANY'S ACTIVITIES BY MAIN PORTFOLIO GROUPS (cont.)

B. Life and Health Insurance Risks Segment (cont.)

	For the year ended December 31, 2025						Total
	Life	Health Insurance				Health Insurance - other	
	Life Risks	Individual LTC	Collective LTC	Medical expenses and disabilities - individual	Medical expenses and disabilities - collective		
				Unaudited			
				NIS thousand			
(1) Details of the results by main portfolio groups							
Amounts recognized in profit or loss:							
Revenues from insurance services	1,070,433	178,643	38,726	750,584	294,563	906,329	3,239,278
Expenses from insurance services (*)	(894,345)	(148,103)	(26,158)	(475,547)	(281,193)	(622,531)	(2,447,877)
Income from insurance services before reinsurance contracts held	176,088	30,540	12,568	275,037	13,370	283,798	791,401
Reinsurance expenses	(88,410)	(97,944)	(2,195)	(122,795)	-	(90,777)	(402,121)
Reinsurance revenues (expenses)	68,486	76,786	(2,777)	97,586	-	65,612	305,693
Net expenses from reinsurance contracts held	(19,924)	(21,158)	(4,972)	(25,209)	-	(25,165)	(96,428)
Income from insurance services	156,164	9,382	7,596	249,828	13,370	258,633	694,973
Total investment income, net	20,225	189,935	167,244	23,122	212	4,718	405,456
Finance income (expenses), net arising from insurance contracts	89,721	(176,292)	(170,530)	(7,301)	(4,691)	132,136	(136,957)
Finance income (expenses), net arising from reinsurance contracts	(3,633)	36,335	745	21,973	-	1,318	56,738
Income (loss) from investments and financing, net	106,313	49,978	(2,541)	37,794	(4,479)	138,172	325,237
Income, net from insurance and investment	262,477	59,360	5,055	287,622	8,891	396,805	1,020,210
Revenues from management fees	-	-	65,672	-	-	-	65,672
Other operating expenses	(7,710)	(8,700)	(40,698)	(6,389)	(4,200)	(4,458)	(72,155)
Profit before income tax	254,767	50,660	30,029	281,233	4,691	392,347	1,013,727
Other comprehensive loss before income tax	(300)	(2,464)	(86)	(246)	(2)	(5)	(3,103)
Comprehensive income before income tax	254,467	48,196	29,943	280,987	4,689	392,342	1,010,624
Allocation of revenues for assets held against capital for the operating segment	37,911	12,502	1,628	112,930	4,190	78,274	247,435
Allocation of expenses for assets held against capital for the operating segment	(3,930)	(1,297)	(169)	(11,725)	(435)	(8,127)	(25,683)
Total comprehensive income before income tax after allocations	288,448	59,401	31,402	382,192	8,444	462,489	1,232,376
(*) Of which:							
Claims and other insurance service expenses incurred	(744,683)	(136,031)	(30,854)	(488,971)	(297,592)	(541,680)	(2,239,811)
Changes relating to past service - adjustment for liabilities for incurred claims	(4,268)	(12,056)	4,696	33,210	17,483	35,171	74,236
(2) Details of assets and liabilities by main portfolio groups							
Gross and reinsurance data, as of December 31, 2025							
Liabilities, net for insurance contracts	(506,346)	2,885,574	1,344,374	719,635	173,413	(854,913)	3,761,737
Balances of accounts receivable and payable, net							(74,604)
Total liabilities, net for insurance contracts (**)							3,687,133
(**) Of which: Insurance contract assets							
Assets, net for reinsurance contracts	12,413	925,562	98,020	537,353	-	70,986	1,644,334
Balances of other receivables and payables and reinsurance deposits							(365,546)
Total assets, net for reinsurance contracts							1,278,788
(3) Additional information							
Gross data for the year ended December 31, 2025							
Gross premiums net of reimbursement of premiums	917,078	128,463	131,781	665,820	292,343	784,882	2,920,367
Annualized premium for insurance contracts - new business	85,072	-	-	63,357	-	64,870	213,299

Notes to the Consolidated Interim Financial Statements

NOTE 4 - ADDITIONAL INFORMATION REGARDING THE COMPANY'S ACTIVITIES BY MAIN PORTFOLIO GROUPS (cont.)

C. Property and Casualty Insurance Segment

	For the 6 months ended June 30, 2026			
	Compulsory Motor	Motor Property	Other	Total
	Unaudited			
	NIS thousand			
(1) Details of the results by main portfolio groups				
<u>Amounts recognized in profit or loss:</u>				
Revenues from insurance services	551,388	907,988	901,524	2,360,900
Expenses from insurance services (*)	(358,390)	(717,332)	(685,547)	(1,761,269)
Income from insurance services before reinsurance contracts held	192,998	190,656	215,977	599,631
Reinsurance expenses	(23,691)	(1,580)	(484,423)	(509,694)
Reinsurance revenues (expenses)	(9,201)	1,743	397,707	390,249
Revenues (expenses), net from reinsurance contracts held	(32,892)	163	(86,716)	(119,445)
Income from insurance services	160,106	190,819	129,261	480,186
Total investment income, net	124,068	50,055	38,061	212,184
Finance expenses, net arising from insurance contracts	(77,666)	(12,052)	(48,492)	(138,210)
Finance income, net arising from reinsurance contracts	11,230	39	34,121	45,390
Net investment and finance income	57,632	38,042	23,690	119,364
Income, net from insurance and investment	217,738	228,861	152,951	599,550
Other operating expenses	(3,433)	(6,120)	(5,779)	(15,332)
Profit before income tax	214,305	222,741	147,172	584,218
Other comprehensive loss before income tax	(4,417)	(1,737)	(1,990)	(8,144)
Comprehensive income before income tax	209,888	221,004	145,182	576,074
Allocation of revenues for assets held against capital for the operating segment	17,899	10,786	8,383	37,068
Allocation of expenses for assets held against capital for the operating segment	(2,325)	(1,362)	(1,410)	(5,096)
Total comprehensive income before income tax after allocations	225,462	230,429	152,155	608,046
(*) Of which:				
Claims and other insurance service expenses incurred	(474,811)	(562,442)	(422,146)	(1,459,399)
Changes relating to past service - adjustment for liabilities for incurred claims	158,948	33,700	(98,177)	94,471
(2) Details of assets and liabilities by main portfolio groups				
<u>Gross and reinsurance data, as of June 30, 2026</u>				
Liabilities, net for insurance contracts	3,569,869	1,274,921	3,465,241	8,310,031
Balances of accounts receivable and payable, net				(705,355)
Total liabilities, net for insurance contracts				7,604,676
(**) Of which: Insurance contract assets				
Assets, net for reinsurance contracts	311,617	2,897	2,462,277	2,776,791
Balances of other receivables and payables and reinsurance deposits				(319,857)
Total assets, net for reinsurance contracts				2,456,934
(3) Additional information				
<u>Gross data for the six months ended June 30, 2026</u>				
Gross premiums net of reimbursement of premiums	740,846	1,050,797	875,574	2,667,217

Notes to the Consolidated Interim Financial Statements

NOTE 4 - ADDITIONAL INFORMATION REGARDING THE COMPANY'S ACTIVITIES BY MAIN PORTFOLIO GROUPS (cont.)

C. Property and Casualty Insurance Segment (cont.)

	For the 6 months ended June 30, 2025			
	Compulsory	Motor	Other	Total
	Motor	Property		
	Unaudited			
	NIS thousand			
(1) Details of the results by main portfolio groups				
<u>Amounts recognized in profit or loss:</u>				
Revenues from insurance services	485,379	935,845	863,648	2,284,872
Expenses from insurance services (*)	(441,719)	(733,871)	(672,562)	(1,848,152)
Income from insurance services before reinsurance contracts held	43,660	201,974	191,086	436,720
Reinsurance expenses	(13,956)	(1,972)	(477,578)	(493,506)
Reinsurance revenues	24,263	2,011	396,173	422,447
Revenues (expenses), net from reinsurance contracts held	10,307	39	(81,405)	(71,059)
Income from insurance services	53,967	202,013	109,681	365,661
Total investment income, net	104,160	42,943	32,694	179,797
Finance expenses, net arising from insurance contracts	(71,353)	(11,137)	(56,457)	(138,947)
Finance income (expenses), net arising from reinsurance contracts	10,862	(2)	38,793	49,653
Net investment and finance income	43,669	31,804	15,030	90,503
Income, net from insurance and investment	97,636	233,817	124,711	456,164
Other operating expenses	(5,127)	(7,329)	(9,215)	(21,671)
Profit before income tax	92,509	226,488	115,496	434,493
Other comprehensive loss before income tax	(393)	(151)	(179)	(723)
Comprehensive income before income tax	92,116	226,337	115,317	433,770
Allocation of revenues for assets held against capital for the operating segment	17,119	10,535	8,550	36,204
Allocation of expenses for assets held against capital for the operating segment	(1,353)	(825)	(779)	(2,956)
Total comprehensive income before income tax after allocations	107,882	236,048	123,088	467,018
(*) Of which:				
Claims and other insurance service expenses incurred	(422,539)	(561,626)	(417,842)	(1,402,007)
Changes relating to past service - adjustment for liabilities for incurred claims	22,997	16,777	(102,857)	(63,083)
(2) Details of assets and liabilities by main portfolio groups				
<u>Gross and reinsurance data, as of June 30, 2025</u>				
Liabilities, net for insurance contracts	3,553,475	1,073,478	3,193,445	7,820,398
Balances of accounts receivable and payable, net				(531,495)
Total liabilities, net for insurance contracts				7,288,903
(**) Of which: Insurance contract assets				
Assets, net for reinsurance contracts	405,504	5,755	2,215,246	2,626,505
Balances of other receivables and payables and reinsurance deposits				(415,811)
Total assets, net for reinsurance contracts				2,210,694
(3) Additional information				
<u>Gross data for the six months ended June 30, 2025</u>				
Gross premiums net of reimbursement of premiums	585,877	1,075,873	904,407	2,566,157

Notes to the Consolidated Interim Financial Statements

NOTE 4 - ADDITIONAL INFORMATION REGARDING THE COMPANY'S ACTIVITIES BY MAIN PORTFOLIO GROUPS (cont.)

C. Property and Casualty Insurance Segment (cont.)

	For the 3 months ended June 30, 2026			
	Compulsory Motor	Motor Property	Other	Total
	Unaudited			
	NIS thousand			
<u>(1) Details of the results by main portfolio groups</u>				
<u>Amounts recognized in profit or loss:</u>				
Revenues from insurance services	282,609	454,470	453,337	1,190,416
Expenses from insurance services (*)	(122,426)	(359,296)	(358,204)	(839,926)
Income from insurance services before reinsurance contracts held	160,183	95,174	95,133	350,490
Reinsurance expenses	(11,915)	(864)	(241,974)	(254,753)
Reinsurance revenues (expenses)	(16,222)	993	226,705	211,476
Revenues (expenses), net from reinsurance contracts held	(28,137)	129	(15,269)	(43,277)
Income from insurance services	132,046	95,303	79,864	307,213
Total investment income, net	101,447	41,583	31,784	174,814
Finance expenses, net arising from insurance contracts	(79,365)	(9,953)	(55,752)	(145,070)
Finance income, net arising from reinsurance contracts	11,812	29	39,408	51,249
Net investment and finance income	33,894	31,659	15,440	80,993
Income, net from insurance and investment	165,940	126,962	95,304	388,206
Other operating expenses	(1,744)	(2,224)	(2,743)	(6,711)
Profit before income tax	164,196	124,738	92,561	381,495
Other comprehensive loss before income tax	(4,423)	(1,740)	(1,993)	(8,156)
Comprehensive income before income tax	159,773	122,998	90,568	373,339
Allocation of revenues for assets held against capital for the operating segment	12,357	7,428	5,937	25,722
Allocation of expenses for assets held against capital for the operating segment	(1,307)	(769)	(764)	(2,840)
Total comprehensive income before income tax after allocations	170,823	129,657	95,741	396,221
(*) Of which:				
Claims and other insurance service expenses incurred	(257,521)	(283,579)	(180,448)	(721,548)
Changes relating to past service - adjustment for liabilities for incurred claims	158,247	23,242	(89,103)	92,386
<u>(2) Additional information</u>				
<u>Gross data for the three months ended June 30, 2026</u>				
Gross premiums net of reimbursement of premiums	210,451	433,331	413,066	1,056,847

Notes to the Consolidated Interim Financial Statements

NOTE 4 - ADDITIONAL INFORMATION REGARDING THE COMPANY'S ACTIVITIES BY MAIN PORTFOLIO GROUPS (cont.)

C. Property and Casualty Insurance Segment (cont.)

	For the 3 months ended June 30, 2025			
	Compulsory	Motor	Other	Total
	Motor	Property		
	Unaudited			
	NIS thousand			
<u>(1) Details of the results by main portfolio groups</u>				
<u>Amounts recognized in profit or loss:</u>				
Revenues from insurance services	251,428	476,862	430,484	1,158,774
Expenses from insurance services (*)	(221,492)	(381,448)	(272,020)	(874,960)
Income from insurance services before reinsurance contracts held	29,936	95,414	158,464	283,814
Reinsurance expenses	(7,053)	(318)	(210,627)	(217,998)
Reinsurance revenues	12,338	449	124,745	137,532
Revenues (expenses), net from reinsurance contracts held	5,285	131	(85,882)	(80,466)
Income from insurance services	35,221	95,545	72,582	203,348
Total investment income, net	76,288	29,770	21,392	127,450
Finance expenses, net arising from insurance contracts	(61,445)	(8,269)	(49,569)	(119,283)
Finance income (expenses), net arising from reinsurance contracts	9,346	(59)	34,434	43,721
Net investment and finance income	24,189	21,442	6,257	51,888
Income, net from insurance and investment	59,410	116,987	78,839	255,236
Other operating expenses	(4,126)	(5,124)	(7,268)	(16,518)
Profit before income tax	55,284	111,863	71,571	238,718
Other comprehensive loss before income tax	(556)	(214)	(253)	(1,023)
Comprehensive income before income tax	54,728	111,649	71,318	237,695
Allocation of revenues for assets held against capital for the operating segment	13,055	7,998	6,983	28,036
Allocation of expenses for assets held against capital for the operating segment	(728)	(439)	(484)	(1,651)
Total comprehensive income before income tax after allocations	67,055	119,209	77,817	264,080
(*) Of which:				
Claims and other insurance service expenses incurred	(224,464)	(275,245)	(180,121)	(679,830)
Changes relating to past service - adjustment for liabilities for incurred claims	22,738	(10,367)	(4,328)	8,043
<u>(2) Additional information</u>				
<u>Gross data for the three months ended June 30, 2025</u>				
Gross premiums net of reimbursement of premiums	285,217	426,311	425,781	1,137,308

Notes to the Consolidated Interim Financial Statements

NOTE 4 - ADDITIONAL INFORMATION REGARDING THE COMPANY'S ACTIVITIES BY MAIN PORTFOLIO GROUPS (cont.)

C. Property and Casualty Insurance Segment (cont.)

	For the year ended December 31, 2025			
	Compulsory	Motor	Other	Total
	Motor	Property		
	Audited			
	NIS thousand			
(1) Details of the results by main portfolio groups				
<u>Amounts recognized in profit or loss:</u>				
Revenues from insurance services	984,999	1,887,944	1,766,552	4,639,495
Expenses from insurance services (*)	(882,017)	(1,556,224)	(1,113,308)	(3,551,549)
Income from insurance services before reinsurance contracts held	102,982	331,720	653,244	1,087,946
Reinsurance expenses	(37,339)	(2,766)	(975,915)	(1,016,020)
Reinsurance revenues	47,001	6,421	601,803	655,225
Revenues (expenses), net from reinsurance contracts held	9,662	3,655	(374,112)	(360,795)
Income from insurance services	112,644	335,375	279,132	727,151
Total investment income, net	234,427	100,072	79,034	413,533
Finance expenses, net arising from insurance contracts	(141,297)	(22,165)	(114,641)	(278,103)
Finance income, net arising from reinsurance contracts	19,961	267	78,855	99,083
Net investment and finance income	113,091	78,174	43,248	234,513
Income, net from insurance and investment	225,735	413,549	322,380	961,664
Other operating expenses	(5,293)	(11,076)	(14,168)	(30,537)
Profit before income tax	220,442	402,473	308,212	931,127
Other comprehensive loss before income tax	(722)	(295)	(357)	(1,374)
Comprehensive income before income tax	219,720	402,178	307,855	929,753
Allocation of revenues for assets held against capital for the operating segment	38,879	23,959	19,122	81,960
Allocation of expenses for assets held against capital for the operating segment	(3,430)	(2,098)	(1,898)	(7,426)
Total comprehensive income before income tax after allocations	255,169	424,039	325,079	1,004,287
(*) Of which:				
Claims and other insurance service expenses incurred	(841,938)	(1,175,559)	(891,076)	(2,908,573)
Changes relating to past service - adjustment for liabilities for incurred claims	46,979	17,713	95,180	159,872
(2) Details of assets and liabilities by main portfolio groups				
<u>Gross and reinsurance data, as of December 31, 2025</u>				
Liabilities, net for insurance contracts	3,454,351	1,160,250	3,241,328	7,855,929
Balances of accounts receivable and payable, net				(403,929)
Total liabilities, net for insurance contracts				7,452,001
(**) Of which: Insurance contract assets				
Assets, net for reinsurance contracts	383,183	5,670	2,291,105	2,679,958
Balances of other receivables and payables and reinsurance deposits				(355,137)
Total assets, net for reinsurance contracts				2,324,821
(3) Additional information				
<u>Gross data for the year ended December 31, 2025</u>				
Gross premiums net of reimbursement of premiums	955,852	1,869,367	1,900,832	4,726,051

Notes to the Consolidated Interim Financial Statements

NOTE 4 - ADDITIONAL INFORMATION REGARDING THE COMPANY'S ACTIVITIES BY MAIN PORTFOLIO GROUPS (cont.)

D. Movement in contractual service margin (CSM)

The following tables present the movement between the opening and closing balances of the contractual service margin for insurance contracts issued, net of reinsurance contracts held (retention), for each insurance segment.

	For the 6 months ended June 30, 2026		
	Long-Term Savings	Life and Health Risks	Total
		Unaudited	
		NIS thousand	
	Balance, net as of January 1, 2026 (Audited)	1,100,618	5,571,808
Interest accrual (*)	3,393	101,075	104,468
Contracts first recognized during the period	1,233	356,780	358,013
Changes in estimates adjusting the contractual service margin (financial and demographic changes - for further details see the note entitled Significant Events during the Reporting Period)	170,561	(128,019)	42,543
Contractual service margin amount recognized in profit or loss for services provided	(77,763)	(308,259)	(386,023)
Net balance as of June 30, 2026	1,198,042	5,593,385	6,791,427
	For the 6 months ended June 30, 2025		
	Long-Term Savings	Life and Health Risks	Total
		Unaudited	
		NIS thousand	
	Balance, net as of January 1, 2025 (Audited)	772,223	5,501,128
Interest accrual (*)	3,801	92,858	96,659
Contracts first recognized during the period	74	302,002	302,076
Changes in estimates adjusting the contractual service margin (financial and demographic changes - for further details see the note entitled Significant Events during the Reporting Period)	184,648	(49,174)	135,477
Contractual service margin amount recognized in profit or loss for services provided	(54,995)	(308,793)	(363,791)
Net balance as of June 30, 2025	905,751	5,538,021	6,443,772

(*) Generally, interest accrual effects for insurance portfolios measured under the GMM are recognized against finance expenses, net of insurance and reinsurance contracts. Conversely, for VFA contracts, interest accrual is embedded along with the other financial effects that adjust the contractual service margin (CSM).

Notes to the Consolidated Interim Financial Statements

NOTE 4 - ADDITIONAL INFORMATION REGARDING THE COMPANY'S ACTIVITIES BY MAIN PORTFOLIO GROUPS (cont.)

D. Movement in contractual service margin (CSM) (cont.)

The following tables present the movement between the opening and closing balances of the contractual service margin for insurance contracts issued, net of reinsurance contracts held (retention), for each insurance segment. (cont.)

	For the 3 months ended June 30, 2026		
	Long-Term Savings	Life and Health Risks	Total
	Unaudited		
	NIS thousand		
Net balance as of April 1, 2026	1,169,241	5,538,676	6,707,917
Interest accrual (*)	1,608	50,906	52,514
Contracts first recognized during the period	1,233	173,066	174,299
Changes in estimates adjusting the contractual service margin (financial and demographic changes - for further details see the note entitled Significant Events during the Reporting Period)	66,002	(13,030)	52,972
Contractual service margin amount recognized in profit or loss for services provided	(40,042)	(156,233)	(196,275)
Net balance as of June 30, 2026	1,198,042	5,593,385	6,791,427
	For the 3 months ended June 30, 2025		
	Long-Term Savings	Life and Health Risks	Total
	Unaudited		
	NIS thousand		
Net balance as of April 1, 2025	789,724	5,476,113	6,265,837
Interest accrual (*)	1,983	46,071	48,054
Contracts first recognized during the period	-	138,429	138,429
Changes in estimates adjusting the contractual service margin (financial and demographic changes - for further details see the note entitled Significant Events during the Reporting Period)	144,786	34,446	179,231
Contractual service margin amount recognized in profit or loss for services provided	(30,742)	(157,038)	(187,779)
Net balance as of June 30, 2025	905,751	5,538,021	6,443,772
	For the year ended December 31, 2025		
	Long-Term Savings	Life and Health Risks	Total
	Audited		
	NIS thousand		
Balance, net as of January 1, 2025	772,223	5,501,128	6,273,351
Interest accrual (*)	7,362	186,971	194,333
Contracts first recognized during the period	4,397	706,625	711,022
Changes in estimates adjusting the contractual service margin (financial and demographic changes - for further details see the note entitled Significant Events during the Reporting Period)	439,365	(197,681)	241,684
Contractual service margin amount recognized in profit or loss for services provided	(122,729)	(625,235)	(747,964)
Balance, net, as of December 31, 2025	1,100,618	5,571,808	6,672,426

(*) Generally, interest accrual effects for insurance portfolios measured under the GMM are recognized against finance expenses, net of insurance and reinsurance contracts. Conversely, for VFA contracts, interest accrual is embedded along with the other financial effects that adjust the contractual service margin (CSM).

Notes to the Consolidated Interim Financial Statements

NOTE 5 - FINANCIAL INVESTMENTS AND DERIVATIVE INSTRUMENTS

A. Financial investments held against yield-dependent contracts - breakdown by type of asset

	As of June 30		As of
	2026	2025	December 31
	Unaudited		Audited
	NIS thousand		
Debt instruments:			
<u>Illiquid debt instruments:</u>			
Deposits with banks and financial institutions	13,190	86,711	17,085
Illiquid corporate bonds	141,842	173,990	148,993
Loans (including investees)	2,657,405	2,919,457	2,784,589
Other illiquid debt instruments	180,339	172,734	177,076
Total illiquid debt instruments *)	2,992,776	3,352,892	3,127,743
<u>Liquid debt instruments:</u>			
Government bonds	4,755,407	4,626,736	4,446,429
Liquid corporate bonds	5,580,240	4,657,263	5,349,609
Total liquid debt instruments	10,335,647	9,283,999	9,796,038
Total debt instruments	13,328,423	12,636,891	12,923,781
Equity instruments:			
<u>Illiquid equity instruments:</u>			
Illiquid shares	447,462	511,574	498,233
<u>Liquid equity instruments:</u>			
Liquid shares	12,515,264	9,571,585	10,951,967
Total equity instruments	12,962,726	10,083,159	11,450,200
Other investments:			
Other investments **)	9,883,690	10,539,006	10,865,529
Derivative instruments ***)	781,955	537,794	531,309
Total other financial investments	10,665,645	11,076,800	11,396,838
Total financial investments	36,956,794	33,796,850	35,770,819
Held-for-trading financial liabilities:			
Liabilities for derivative instruments	125,197	75,341	45,683
*) Including assets measured based on amortized cost	75,776	109,122	86,208
Fair value of said debt assets	75,534	110,095	86,000

**) Other investments mainly include investments in ETNs, participation certificates in mutual funds, investment funds, and structured products.

***) Derivative instruments mainly comprise futures and options.

Notes to the Consolidated Interim Financial Statements

NOTE 5 - FINANCIAL INVESTMENTS AND DERIVATIVE INSTRUMENTS (CONT.)

B. Other financial investments (not for yield-dependent contracts)

	As of June 30, 2026		
	Financial investments measured at fair value through profit or loss	Financial investments measured at amortized cost	Total
	Unaudited		
	NIS thousand		
Debt instruments:			
<u>Illiquid debt instruments:</u>			
Deposits with banks and financial institutions	63,938	89,917	153,855
Treasury deposits	-	4,537,386	4,537,386
Designated bonds	3,138,600	-	3,138,600
Illiquid corporate bonds	144,973	221,221	366,194
Loans (including investees)	2,420,428	6,748,843	9,169,271
Total illiquid debt instruments	5,767,939	11,597,367	17,365,306
<u>Liquid debt instruments:</u>			
Government bonds	4,813,185	-	4,813,185
Liquid corporate bonds	2,201,068	-	2,201,068
Other liquid debt instruments	336,607	-	336,607
Total liquid debt instruments	7,350,860	-	7,350,860
Total debt instruments	13,118,799	11,597,367	24,716,166
Balance of credit loss provision	-	251,654	251,654
Equity instruments:			
<u>Illiquid equity instruments:</u>			
Illiquid shares	284,434	-	284,434
<u>Liquid equity instruments:</u>			
Liquid shares	975,163	-	975,163
Total equity instruments	1,259,597	-	1,259,597
Other investments:			
Other investments *)	4,404,906	-	4,404,906
Derivative instruments **)	308,954	-	308,954
Total other financial investments	4,713,860	-	4,713,860
Total financial investments	19,092,256	11,597,367	30,689,623
Held-for-trading financial liabilities **)	79,503	-	79,503

*) Other investments mainly include investments in ETNs, participation certificates in mutual funds, investment funds, and structured products.

**) Derivative instruments mainly comprise futures and options.

Notes to the Consolidated Interim Financial Statements

NOTE 5 - FINANCIAL INVESTMENTS AND DERIVATIVE INSTRUMENTS (CONT.)

B. Other financial investments (not in respect of yield-dependent contracts) (cont.)

	As of June 30, 2025		
	Financial investments measured at fair value through profit or loss	Financial investments measured at amortized cost	Total
	Unaudited		
	NIS thousand		
Debt instruments:			
<u>Illiquid debt instruments:</u>			
Deposits with banks and financial institutions	68,585	179,087	247,672
Treasury deposits	-	4,583,339	4,583,339
Designated bonds	3,186,944	-	3,186,944
Illiquid corporate bonds	270,356	250,711	521,067
Loans (including investees)	2,830,564	5,167,576	7,998,140
Total illiquid debt instruments	6,356,449	10,180,713	16,537,162
<u>Liquid debt instruments:</u>			
Government bonds	3,325,663	-	3,325,663
Liquid corporate bonds	2,062,057	-	2,062,057
Other liquid debt instruments	22,314	-	22,314
Total liquid debt instruments	5,410,034	-	5,410,034
Total debt instruments	11,766,483	10,180,713	21,947,196
Equity instruments:			
<u>Illiquid equity instruments:</u>			
Illiquid shares	326,793	-	326,793
<u>Liquid equity instruments:</u>			
Liquid shares	1,018,047	-	1,018,047
Total equity instruments	1,344,840	-	1,344,840
Other investments:			
Other investments *)	3,869,699	-	3,869,699
Derivative instruments **)	166,828	-	166,828
Total other financial investments	4,036,527	-	4,036,527
Total financial investments	17,147,850	10,180,713	27,328,563
Held-for-trading financial liabilities:			
Liabilities for derivative instruments **)	45,066	-	45,066
Liabilities for short sales	10,154	-	10,154
Held-for-trading financial liabilities	55,220	-	55,220

*) Other investments mainly include investments in ETNs, participation certificates in mutual funds, investment funds, and structured products.

**) Derivative instruments mainly comprise futures and options.

Notes to the Consolidated Interim Financial Statements

NOTE 5 - FINANCIAL INVESTMENTS AND DERIVATIVE INSTRUMENTS (CONT.)

C. Current expected credit losses - Changes in provision for impairment in respect of investments in debt instruments

	Expected credit losses for 12 months	Expected credit losses over the life of the instrument	Expected credit losses over the life of the instrument - credit-impaired financial assets	Total
	Unaudited			
	NIS thousand			
Balance as of January 1, 2026 (audited)	51,718	18,647	158,131	228,496
Remeasurement of the expected credit losses provision	(2,435)	(2,343)	(10,359)	(15,137)
Carried to measurement of expected credit losses for 12 months	7,080	(37,632)	-	(30,552)
Carried to measurement of expected credit losses over the life of the instrument	(8,127)	45,562	-	37,435
Carried to measurement of expected credit losses over the life of the instrument for credit-impaired financial assets	-	(4,874)	47,488	42,614
Financial assets acquired or created	18,748	2,445	7,775	28,968
Derecognized financial assets	(13,290)	(1,977)	-	(15,267)
Written off financial assets	-	-	(24,903)	(24,903)
Balance as of June 30, 2026	<u>53,694</u>	<u>19,828</u>	<u>178,132</u>	<u>251,654</u>

	Expected credit losses for 12 months	Expected credit losses over the life of the instrument	Expected credit losses over the life of the instrument - credit-impaired financial assets	Total
	Unaudited			
	NIS thousand			
Balance as of January 1, 2025 (audited)	40,777	20,476	156,454	217,707
Remeasurement of the expected credit losses provision	(714)	1,241	(16,704)	(16,177)
Carried to measurement of expected credit losses for 12 months	7,477	(22,229)	-	(14,752)
Carried to measurement of expected credit losses over the life of the instrument	(8,749)	27,980	-	19,231
Carried to measurement of expected credit losses over the life of the instrument for credit-impaired financial assets	-	(2,205)	44,414	42,209
Financial assets acquired or created	15,625	528	9,081	25,234
Derecognized financial assets	(19,902)	(2,569)	(6,601)	(29,072)
Written off financial assets	-	-	(51,410)	(51,410)
Balance as of June 30, 2025	<u>34,514</u>	<u>23,222</u>	<u>135,234</u>	<u>192,970</u>

Notes to the Consolidated Interim Financial Statements

NOTE 5 - FINANCIAL INVESTMENTS AND DERIVATIVE INSTRUMENTS (CONT.)

C. Current expected credit losses - Changes in provision for impairment in respect of investments in debt instruments: (cont.)

	Expected credit losses for 12 months	Expected credit losses over the life of the instrument	Expected credit losses over the life of the instrument - credit-impaired financial assets	Total
	Unaudited			
	NIS thousand			
Balance as of April 1, 2026	54,882	19,985	166,378	241,245
Remeasurement of the expected credit losses provision	(4,097)	(1,455)	(4,459)	(10,011)
Carried to measurement of expected credit losses for 12 months	2,671	(15,672)	-	(13,001)
Carried to measurement of expected credit losses over the life of the instrument	(3,257)	19,071	-	15,814
Carried to measurement of expected credit losses over the life of the instrument for credit-impaired financial assets	-	(2,476)	24,946	22,470
Financial assets acquired or created	9,685	805	2,846	13,336
Derecognized financial assets	(6,190)	(430)	-	(6,620)
Written off financial assets	-	-	(11,579)	(11,579)
Balance as of June 30, 2026	<u>53,694</u>	<u>19,828</u>	<u>178,132</u>	<u>251,654</u>

	Expected credit losses for 12 months	Expected credit losses over the life of the instrument	Expected credit losses over the life of the instrument - credit-impaired financial assets	Total
	Unaudited			
	NIS thousand			
Balance as of April 1, 2025	41,356	22,114	141,361	204,831
Remeasurement of the expected credit losses provision	(722)	(95)	892	75
Carried to measurement of expected credit losses for 12 months	3,955	(12,403)	-	(8,448)
Carried to measurement of expected credit losses over the life of the instrument	(4,759)	15,388	-	10,629
Carried to measurement of expected credit losses over the life of the instrument for credit-impaired financial assets	-	(896)	25,354	24,458
Financial assets acquired or created	6,279	528	4,392	11,199
Derecognized financial assets	(11,595)	(1,414)	(6,601)	(19,610)
Written off financial assets	-	-	(30,164)	(30,164)
Balance as of June 30, 2025	<u>34,514</u>	<u>23,222</u>	<u>135,234</u>	<u>192,970</u>

Notes to the Consolidated Interim Financial Statements

NOTE 5 - FINANCIAL INVESTMENTS AND DERIVATIVE INSTRUMENTS (CONT.)

C. Current expected credit losses - Changes in provision for impairment in respect of investments in debt instruments: (cont.)

	Expected credit losses for 12 months	Expected credit losses over the life of the instrument	Expected credit losses over the life of the instrument - credit-impaired financial assets	Total
	Audited			
	NIS thousand			
Balance as of January 1, 2025	40,777	20,476	156,454	217,707
Remeasurement of the expected credit losses provision	792	4,631	49,861	55,284
Carried to measurement of expected credit losses for 12 months	18,651	(93,878)	-	(75,227)
Carried to measurement of expected credit losses over the life of the instrument	(20,839)	106,161	-	85,322
Carried to measurement of expected credit losses over the life of the instrument for credit-impaired financial assets	-	(8,422)	25,692	17,270
Financial assets acquired or created	37,409	2,369	21,304	61,082
Derecognized financial assets	(31,660)	(12,690)	(7,711)	(52,061)
Written off financial assets	-	-	(87,469)	(87,469)
Changes arising from business combinations	6,588	-	-	6,588
Balance as of December 31, 2025	<u>51,718</u>	<u>18,647</u>	<u>158,131</u>	<u>228,496</u>

Notes to the Consolidated Interim Financial Statements

NOTE 6 - LOANS AND CREDIT

		As of June 30		As of December 31
		2026	2025	2025
		Carrying value		
		Unaudited		Audited
		NIS thousand		
1.	<u>Financial liabilities presented at amortized cost:</u>			
	Loans from banking corporations	3,077,657	1,981,768	2,292,206
	Commercial papers	701,162	401,290	500,920
	Non-convertible bonds	2,773,128	2,317,691	2,765,274
	Liabilities for financial guarantee contracts	11,154	11,930	11,462
	Liabilities to pay standing orders	931,743	775,258	873,410
	Lease liabilities	71,238	68,258	70,807
	Loan from non-controlling interests	-	5,519	5,683
		<u>7,566,082</u>	<u>5,561,714</u>	<u>6,519,762</u>
2.	<u>Liabilities presented at fair value through profit or loss</u>			
	Liabilities for options granted to non-controlling interests	240,735	188,688	188,170
	Total financial liabilities	<u>7,806,817</u>	<u>5,750,402</u>	<u>6,707,932</u>
	Subordinated notes and capital notes which constitute eligible capital for Menora Insurance:			
	Tier 1 capital *)	792,273	-	791,867
	Tier 2 capital	<u>2,221,624</u>	<u>2,207,931</u>	<u>2,213,773</u>
		<u>3,013,897</u>	<u>2,207,931</u>	<u>3,005,640</u>

*) Includes a total of approx. NIS 299 million as of June 30, 2026 and approx. NIS 302 million as of December 31, 2025 held by the Company.

The amounts of financial liabilities are presented net of the interest payable. The interest payable is recognized in the accounts payable line item.

Notes to the Consolidated Interim Financial Statements

NOTE 7 - EQUITY AND CAPITAL REQUIREMENTS

Capital policy and requirements

- A. It is management's policy to maintain a strong capital base in order to retain Group's ability to continue its activities such that it will be able to generate returns to its shareholders and support future business activities. Menora Insurance and Shomera Insurance (hereinafter - the **"Consolidated Insurance Companies"**) are subject to the capital requirements set by the Commissioner.

As part of the implementation of the solvency regime, the Consolidated Insurance Companies are required to conduct own risk assessment. The Boards of Directors of the Consolidated Insurance Companies are required to set a capital target that will reflect what is in their opinion an adequate solvency ratio for the purpose of dividend distribution.

Menora Insurance's target capital was gradually built and determined such that from the end of 2024, the target capital will gradually rise linearly from 115% to 130% in 2032. As of June 30, 2026, the target capital stands at approx. 117.8%. Shomera's target capital was revised to 115% (over 113%). It is hereby clarified that there is no certainty that the Consolidated Insurance Companies will meet this solvency ratio at each point in time.

Menora Mivtachim Pension and Provident Funds Ltd. (hereinafter - **"Mivtachim Pension and Provident"**) and Menora Mivtachim and the Association of Engineers Provident Funds Management Ltd. (hereinafter - **"Menora Engineers"**) are required to comply with the Supervision of Financial Services Supervision Regulations (Provident Funds) (Minimum Own Funds from a Provident Fund's or a Pension Fund's Management Company), 2012, and the Income Tax Regulations (Rules for Approval and Management of Provident Funds) (Amendment No. 2), 2012.

- B. Solvency II-based economic solvency regime applicable to the Consolidated Insurance Companies

The Consolidated Insurance Companies are subject to the Solvency II-based Economic Solvency Regime in accordance with implementation provisions as published in June 2017 and revised in October 2020 (hereinafter - the **"Solvency Circular"**).

Risk-based solvency ratio

A risk-based solvency ratio is calculated as the ratio between the economic own funds of the insurance company and the solvency capital requirement. The economic own funds is determined as the sum of the economic balance sheet (see below) and debt instruments that include loss absorption mechanisms (Additional Tier 1 capital and a Tier 2 capital instrument).

Economic balance sheet items are calculated based on economic value, with insurance liabilities calculated on the basis of a best estimate of all expected future cash flows from existing businesses, without conservatism margins, and plus a risk margin.

The solvency capital requirement (SCR) is designed to estimate the economic own funds' exposure to a series of scenarios set out in the Solvency Circular, and which reflect insurance risks, market risks and credit risks as well as operating risks.

Notes to the Consolidated Interim Financial Statements

NOTE 7 - EQUITY AND CAPITAL REQUIREMENTS (CONT.)

Capital policy and requirements (cont.)

B. Solvency II-based economic solvency regime applicable to the Consolidated Insurance Companies (cont.)

Risk-based solvency ratio (cont.)

The consolidated insurance companies implement the transitional provisions in connection with compliance with capital requirements, as follows:

The Company increases its economic capital by deducting from the insurance reserves an amount calculated as detailed below. The deduction will decrease gradually until 2032 (hereinafter - the "**Deduction during the Transitional Period**")

Following the initial application of IFRS 17 in the insurance companies' financial statements as from January 1, 2025, on April 10, 2025, the Commissioner issued revised guidance regarding the calculation of the Deduction Amount during the Transitional Period commencing the Solvency Ratio Report as of June 30, 2025. In accordance with the guidance, the ratio between the calculated amount of Deduction Amount as of December 31, 2024 and the amount of BE and RM components less the addition of the value of Hetz bonds (for a guaranteed return portfolio) should be calculated for each homogeneous risk group (hereinafter - "**Deduction Rates**").

The Deduction Amount was determined by multiplying the Deduction Rates calculated as of December 31, 2024 for each homogeneous risk group, by the amount of the BE and RM components less the addition of the value of Hetz bonds (for a guaranteed return portfolio) as of the calculation date.

The maximum Deduction Amount for each reporting period will be equal to the amount of Deduction of all homogeneous risk groups, amortized, on a straight line basis, between December 31, 2019 and the end of 2032.

During May 2025, Menora Insurance received the Commissioner's approval regarding the Deduction Rates for the Transitional Period.

Disclosure and Reporting Provisions in connection with Economic Solvency Ratio Report for 2019 and Onwards:

In accordance with the Solvency Circular, the Economic Solvency Ratio Report in respect of the December 31 and June 30 data of each year shall be included in the first periodic report published after the calculation date.

On July 2, 2025, the Commissioner published a circular revising some of the disclosure tables in the Economic Solvency Ratio Report, to ensure compatibility with IFRS 17. These revisions took effect as of the Economic Solvency Ratio Report as of June 30, 2025. In addition, on June 7, 2026, the Commissioner published a draft circular according to which, as from the Economic Solvency Ratio Report as of December 31, 2026, entities are to publish economic solvency ratio reports up to one month subsequent to the publication date of the periodic financial report.

Notes to the Consolidated Interim Financial Statements

NOTE 7 - EQUITY AND CAPITAL REQUIREMENTS (CONT.)

Capital policy and requirements (cont.)

- B. Solvency II-based economic solvency regime applicable to the Consolidated Insurance Companies (cont.)

Solvency ratio of the Consolidated Insurance Companies

According to the Solvency Ratio Reports as of December 31, 2025, which were published on May 28, 2026, Menora Insurance and Shomera Insurance (hereinafter - the **"Consolidated Insurance Companies"**) have excess capital without and with applying the transitional provisions.

The calculation made by the consolidated insurance companies was examined by the consolidated insurance companies' independent auditors, in accordance with International Standard on Assurance Engagements (ISAE 3400) - The Examination of Prospective Financial Information. This standard is relevant to audits of solvency calculations and does not constitute part of the auditing standards that apply to financial statements. It should be emphasized that the projections and assumptions on the basis of which the Economic Solvency Ratio Report was prepared are based mainly on past experience as arising from actuarial studies conducted from time to time. In view of the reforms in the capital market, insurance and savings, and the changes in the economic environment, past data do not necessarily reflect future results. The calculation is sometimes based on assumptions regarding future events, steps taken by management, and the pattern of the future development of the risk margin, that will not necessarily materialize or will materialize in a manner different than the assumptions used in the calculation. Furthermore, actual results may substantively vary from the calculation, since the combined scenarios of events may materialize in a manner that is materially different than the assumptions made in the calculation.

Furthermore, attention is drawn to that which is stated in the economic solvency ratio reports regarding the uncertainty derived from regulatory changes and exposure to contingent liabilities, the effect of which on the solvency ratio cannot be estimated.

- C. Solvency ratio for the purpose of dividend distribution by the Consolidated Insurance Companies

According to the letter published by the Commissioner, in October 2017, (hereinafter - the **"Letter"**) an insurance company shall be entitled to distribute a dividend only if, following the distribution, the company has a solvency ratio (according to the Solvency Circular) of at least 100%, calculated without taking into account the transitional provisions and subject to the solvency ratio target set by the Company's Board of Directors. In addition, the letter set out provisions for reporting to the Commissioner.

The Consolidated Insurance Companies' calculation as of December 31, 2025, which is based on the investments mix and insurance liabilities as of the calculation date, and taking into account equity transactions after the calculation date, reflects an economic solvency ratio, which is higher than the solvency ratio required according to the Letter.

- D. Own Risk and Solvency Assessment of an Insurance Company (ORSA)

According to the Provisions of the Consolidated Circular - Reporting to the Commissioner of Capital Market - Own Risk and Solvency Assessment of an Insurance Company (ORSA) was published (hereinafter - the **"ORSA Circular"**) - the ORSA Circular stipulates that an insurance company shall report to the Commissioner about Own Risk and Solvency Assessment of an Insurance Company (ORSA) once a year - in January. In accordance with the ORSA Circular, the Company shall provide the Commissioner with a report that will include a summary of its results, status of its business and interactions, risk exposure, assessment of solvency and capital requirement, forward-looking valuation, scenarios and sensitivity analyses. The circular's effective date is January 1, 2023. The consolidated insurance companies submit the report to the Commissioner each January.

Notes to the Consolidated Interim Financial Statements

NOTE 7 - EQUITY AND CAPITAL REQUIREMENTS (CONT.)

Capital policy and requirements (cont.)

- E. Following are data regarding Mivtachim Pension and Provident's capital requirement and eligible capital in accordance with the Supervision of Financial Services Regulations (Provident Funds) (Minimum Own Funds from a Provident Fund's or a Pension Fund's Management Company), 2012, and the Income Tax Regulations (Rules for Approval and Management of Provident Funds) Amendment No. 2, 2012 (hereinafter - the "**Capital Regulations**") and the Commissioner's directives:

	As of June 30, 2026	As of December 31, 2025
	Unaudited	Audited
	NIS thousand	
The amount required according with the Capital Regulations of management companies	354,840	337,627
Eligible own funds	1,053,727	955,558
Surplus	698,887	617,931
Dividend declared subsequent to the reporting date *)	(50,000)	(60,000)
Surplus taking into account an event occurring subsequent to the reporting date	648,887	557,931
The required amount includes capital requirements for:		
Total assets under management	201,953	187,967
Annual expenses	153,664	150,438
Expedients according to the Commissioner's circular	(777)	(778)
	354,840	337,627

*) On August 18, 2026, the Board of Directors of Mivtachim Pension and Provident declared the distribution of a NIS 50 million dividend to the shareholders. The Company's share in the dividend is NIS 47.5 million. The dividend was paid on August 20, 2026.

- F. On March 29, 2026, the Company's Board of Directors declared the distribution of a dividend to the Company's shareholders on April 13, 2026 totaling NIS 500 million, which constitute approx. NIS 8 per each share of NIS 1 par value. The dividend was paid on April 20, 2026.
- G. In March 2026, Menora Insurance distributed a NIS 400 million dividend to the Company.
- H. On March 16, 2026, the Board of Directors of Mivtachim Pension and Provident declared the distribution of a NIS 60 million dividend to the shareholders, of which NIS 54 million to the Company. The dividend was paid on March 26, 2026.
- I. For information regarding dividends declared by the Company, Menora Insurance and Shomera Insurance subsequent to the reporting date, see Note 12G.

Notes to the Consolidated Interim Financial Statements

NOTE 8 - INCOME (LOSS) FROM INSURANCE SERVICES AND REINSURANCE

	For the 6 months ended June 30, 2026			
	Long-Term Savings	Life and Health Risks	P&C Insurance	Total
	Unaudited			
	NIS thousand			
<u>Revenues from insurance services</u>				
Contracts to which the Premium Allocation Approach (PAA) was not applied:				
Amounts relating to changes in liability for remaining coverage (LRC):				
The contractual service margin (CSM) amount recognized in profit or loss for services provided	80,324	334,026	-	414,350
Change in risk adjustment (RA) for non-financial risk resulting from past risks	3,896	40,893	-	44,789
Claims and other expected insurance service expenses incurred	243,749	1,038,999	-	1,282,748
Other	(2,484)	9,764	-	7,280
Allocation of the portion of the premiums relating to the recovery of insurance acquisition cash flows	25	162,735	-	162,760
Total contracts to which the Premium Allocation Approach (PAA) was not applied	325,510	1,586,417	-	1,911,927
Contracts to which the Premium Allocation Approach (PAA) was applied	-	103,586	2,360,900	2,464,486
Total revenues from insurance services	325,510	1,690,003	2,360,900	4,376,413
<u>Expenses from insurance services</u>				
Claims and other insurance service expenses incurred	(257,111)	(1,130,705)	(1,459,399)	(2,847,215)
Changes relating to past service - adjustment for liabilities for incurred claims (LIC)	(11,138)	39,622	94,471	122,955
Reversal of losses (losses) for groups of onerous insurance contracts	6,665	106	(9,252)	(2,481)
Amortization of insurance acquisition cash flows	(25)	(176,565)	(387,090)	(563,680)
Total expenses from insurance services	(261,609)	(1,267,542)	(1,761,269)	(3,290,421)
Income from insurance services before reinsurance contracts held	63,901	422,461	599,631	1,085,992
<u>Revenues (expenses), net for reinsurance contracts held</u>				
<u>Reinsurance expenses:</u>				
Contracts to which the Premium Allocation Approach (PAA) was not applied:				
Amounts relating to changes in assets for remaining coverage (ARC):				
The contractual service margin (CSM) amount recognized in profit or loss for services received	(2,561)	(25,766)	-	(28,327)
Change in risk adjustment (RA) for non-financial risk resulting from past risks	(241)	(6,478)	-	(6,719)
Recoveries of claims for underlying insurance contracts and other expected insurance services expenses incurred	(7,904)	(127,711)	-	(135,615)
Other	(1,709)	(22,504)	-	(24,213)
Total contracts to which the Premium Allocation Approach (PAA) was not applied	(12,415)	(182,459)	-	(194,874)
Contracts to which the Premium Allocation Approach (PAA) was applied	-	(1,251)	(509,694)	(510,945)
Total reinsurance expenses	(12,415)	(183,710)	(509,694)	(705,819)
<u>Reinsurance revenues:</u>				
Recoveries of claims for underlying insurance contracts and other insurance services expenses incurred	13,729	155,285	284,426	453,440
Changes relating to past service - adjustment for assets for incurred claims	(2,524)	(10,048)	105,823	93,251
Reversal of losses for groups of onerous underlying insurance contracts	608	201	-	809
Total reinsurance revenues	11,813	145,438	390,249	547,500
Total expenses, net for reinsurance contracts held	(602)	(38,272)	(119,445)	(158,319)
Income from insurance services	63,299	384,189	480,186	927,673

Note: Insurance service expenses are after deducting fees and commission expenses to the agencies in the Group.

Notes to the Consolidated Interim Financial Statements

NOTE 8 - INCOME (LOSS) FROM INSURANCE SERVICES AND REINSURANCE (cont.)

	For the 6 months ended June 30, 2025			
	Long-Term Savings	Life and Health Risks	P&C Insurance	Total
	Unaudited			
	NIS thousand			
<u>Revenues from insurance services</u>				
Contracts to which the Premium Allocation Approach (PAA) was not applied:				
Amounts relating to changes in liability for remaining coverage (LRC):				
The contractual service margin (CSM) amount recognized in profit or loss for services provided	57,808	331,998	-	389,806
Change in risk adjustment (RA) for non-financial risk resulting from past risks	6,938	38,209	-	45,147
Claims and other expected insurance service expenses incurred	240,521	962,703	-	1,203,224
Other	2,875	28,875	-	31,750
Allocation of the portion of the premiums relating to the recovery of insurance acquisition cash flows	7	97,292	-	97,299
Total contracts to which the Premium Allocation Approach (PAA) was not applied	308,149	1,459,077	-	1,767,226
Contracts to which the Premium Allocation Approach (PAA) was applied	-	81,762	2,284,872	2,366,634
Total revenues from insurance services	308,149	1,540,839	2,284,872	4,133,860
<u>Expenses from insurance services</u>				
Claims and other insurance service expenses incurred	(266,693)	(1,132,763)	(1,402,007)	(2,801,463)
Changes relating to past service - adjustment for liabilities for incurred claims (LIC)	29,742	60,130	(63,083)	26,789
Losses for groups of onerous insurance contracts	(6,191)	(1,012)	(7,050)	(14,253)
Amortization of insurance acquisition cash flows	(8)	(107,710)	(376,011)	(483,729)
Total expenses from insurance services	(243,150)	(1,181,355)	(1,848,152)	(3,272,656)
Income from insurance services before reinsurance contracts held	64,999	359,484	436,720	861,204
<u>Reinsurance expenses:</u>				
Contracts to which the Premium Allocation Approach (PAA) was not applied:				
Amounts relating to changes in assets for remaining coverage (ARC):				
The contractual service margin (CSM) amount recognized in profit or loss for services received	(2,813)	(23,201)	-	(26,014)
Change in risk adjustment (RA) for non-financial risk resulting from past risks	(161)	(7,217)	-	(7,378)
Recoveries of claims for underlying insurance contracts and other expected insurance services expenses incurred	(13,404)	(144,897)	-	(158,301)
Other	(2,711)	(24,379)	-	(27,090)
Total contracts to which the Premium Allocation Approach (PAA) was not applied	(19,089)	(199,694)	-	(218,783)
Contracts to which the Premium Allocation Approach (PAA) was applied	-	(1,713)	(493,506)	(495,219)
Total reinsurance expenses	(19,089)	(201,407)	(493,506)	(714,002)
<u>Reinsurance revenues:</u>				
Recoveries of claims for underlying insurance contracts and other insurance services expenses incurred	15,248	179,117	279,377	473,742
Changes relating to past service - adjustment for assets for incurred claims	(7,148)	(23,529)	143,070	112,393
Reversal of losses for groups of onerous underlying insurance contracts	492	364	-	856
Total reinsurance revenues	8,592	155,952	422,447	586,991
Total expenses, net for reinsurance contracts held	(10,497)	(45,455)	(71,059)	(127,011)
Income from insurance services	54,502	314,029	365,661	734,193

Note: Insurance service expenses are after deducting fees and commission expenses to the agencies in the Group.

Notes to the Consolidated Interim Financial Statements

NOTE 8 - INCOME (LOSS) FROM INSURANCE SERVICES AND REINSURANCE (cont.)

	For the 3 months ended June 30, 2026			
	Long-Term	Life and	P&C	Total
	Savings	Health Risks	Insurance	
	Unaudited			
	NIS thousand			
<u>Revenues from insurance services</u>				
Contracts to which the Premium Allocation Approach (PAA) was not applied:				
Amounts relating to changes in liability for remaining coverage (LRC):				
The contractual service margin (CSM) amount recognized in profit or loss for services provided	41,488	169,505	-	210,993
Change in risk adjustment (RA) for non-financial risk resulting from past risks	1,961	20,452	-	22,413
Claims and other expected insurance service expenses incurred	116,930	518,639	-	635,569
Other	(4,871)	3,580	-	(1,291)
Allocation of the portion of the premiums relating to the recovery of insurance acquisition cash flows	11	82,864	-	82,875
Total contracts to which the Premium Allocation Approach (PAA) was not applied	155,519	795,040	-	950,559
Contracts to which the Premium Allocation Approach (PAA) was applied	-	51,582	1,190,416	1,241,998
Total revenues from insurance services	155,519	846,622	1,190,416	2,192,557
<u>Expenses from insurance services</u>				
Claims and other insurance service expenses incurred	(139,285)	(548,878)	(721,548)	(1,409,711)
Changes relating to past service - adjustment for liabilities for incurred claims (LIC)	2,785	1,633	92,386	96,804
Reversal of losses (losses) for groups of onerous insurance contracts	7,637	311	(4,078)	3,870
Amortization of insurance acquisition cash flows	(11)	(89,868)	(206,684)	(296,563)
Total expenses from insurance services	(128,874)	(636,802)	(839,926)	(1,605,600)
Income from insurance services before reinsurance contracts held	26,645	209,820	350,490	586,957
<u>Revenues (expenses), net for reinsurance contracts held</u>				
<u>Reinsurance expenses:</u>				
Contracts to which the Premium Allocation Approach (PAA) was not applied:				
Amounts relating to changes in assets for remaining coverage (ARC):				
The contractual service margin (CSM) amount recognized in profit or loss for services received	(1,446)	(13,272)	-	(14,718)
Change in risk adjustment (RA) for non-financial risk resulting from past risks	(101)	(3,231)	-	(3,332)
Recoveries of claims for underlying insurance contracts and other expected insurance services expenses incurred	(2,490)	(63,448)	-	(65,938)
Other	(37)	(12,010)	-	(12,047)
Total contracts to which the Premium Allocation Approach (PAA) was not applied	(4,074)	(91,961)	-	(96,035)
Contracts to which the Premium Allocation Approach (PAA) was applied	-	(625)	(254,753)	(255,378)
Total reinsurance expenses	(4,074)	(92,586)	(254,753)	(351,413)
<u>Reinsurance revenues:</u>				
Recoveries of claims for underlying insurance contracts and other insurance services expenses incurred	12,358	75,720	118,134	206,212
Changes relating to past service - adjustment for assets for incurred claims	(2,038)	(15,215)	93,342	76,089
Reversal of losses for groups of onerous underlying insurance contracts	360	129	-	489
Total reinsurance revenues	10,680	60,634	211,476	282,790
Total (revenues) expenses for reinsurance contracts held	6,606	(31,952)	(43,277)	(68,623)
Income from insurance services	33,251	177,868	307,213	518,334

Note - Insurance service expenses are after deducting fees and commission expenses to the agencies in the Group.

Notes to the Consolidated Interim Financial Statements

NOTE 8 - INCOME (LOSS) FROM INSURANCE SERVICES AND REINSURANCE (cont.)

	For the 3 months ended June 30, 2025			
	Long-Term	Life and	P&C	Total
	Savings	Health Risks	Insurance	
	Unaudited			
	NIS thousand			
<u>Revenues from insurance services</u>				
Contracts to which the Premium Allocation Approach (PAA) was not applied:				
Amounts relating to changes in liability for remaining coverage (LRC):				
The contractual service margin (CSM) amount recognized				
in profit or loss for services provided	32,256	169,384	-	201,640
Change in risk adjustment (RA) for non-financial risk resulting from past risks	4,468	19,240	-	23,708
Claims and other expected insurance service expenses incurred	119,334	484,506	-	603,840
Other	3,576	5,734	-	9,310
Allocation of the portion of the premiums relating to the recovery of insurance acquisition cash flows	6	56,757	-	56,763
Total contracts to which the Premium Allocation Approach (PAA) was not applied	159,640	735,621	-	895,261
Contracts to which the Premium Allocation Approach (PAA) was applied	-	41,951	1,158,774	1,200,725
Total revenues from insurance services	159,640	777,572	1,158,774	2,095,986
<u>Expenses from insurance services</u>				
Claims and other insurance service expenses incurred	(135,908)	(521,705)	(679,830)	(1,337,443)
Changes relating to past service - adjustment for liabilities for incurred claims (LIC)	23,078	16,916	8,043	48,037
Losses for groups of onerous insurance contracts	(5,139)	(21)	(3,647)	(8,807)
Amortization of insurance acquisition cash flows	(6)	(67,176)	(199,528)	(266,710)
Total expenses from insurance services	(117,975)	(571,986)	(874,960)	(1,564,923)
Income from insurance services before reinsurance contracts held	41,665	205,586	283,814	531,063
<u>Reinsurance expenses:</u>				
Contracts to which the Premium Allocation Approach (PAA) was not applied:				
Amounts relating to changes in assets for remaining coverage (ARC):				
The contractual service margin (CSM) amount recognized				
in profit or loss for services received	(1,514)	(12,346)	-	(13,860)
Change in risk adjustment (RA) for non-financial risk resulting from past risks	(100)	(3,649)	-	(3,749)
Recoveries of claims for underlying insurance contracts and other expected insurance services expenses incurred	(6,020)	(72,753)	-	(78,773)
Other	(2,045)	(10,774)	-	(12,819)
Total contracts to which the Premium Allocation Approach (PAA) was not applied	(9,679)	(99,522)	-	(109,201)
Contracts to which the Premium Allocation Approach (PAA) was applied	-	(856)	(217,998)	(218,854)
Total reinsurance expenses	(9,679)	(100,378)	(217,998)	(328,055)
<u>Reinsurance revenues:</u>				
Recoveries of claims for underlying insurance contracts and other insurance services expenses incurred				
	6,411	78,210	104,353	188,974
Changes relating to past service - adjustment for assets for incurred claims	(4,447)	(14,505)	33,179	14,227
Reversal of losses for groups of onerous underlying insurance contracts	492	364	-	856
Total reinsurance revenues	2,456	64,069	137,532	204,057
Total expenses, net for reinsurance contracts held	(7,223)	(36,309)	(80,466)	(123,998)
Income from insurance services	34,442	169,277	203,348	407,065

Note - Insurance service expenses are after deducting fees and commission expenses to the agencies in the Group.

Notes to the Consolidated Interim Financial Statements

NOTE 8 - INCOME (LOSS) FROM INSURANCE SERVICES AND REINSURANCE (cont.)

	For the year ended December 31, 2025			
	Long-Term	Life and	P&C	Total
	Savings	Health Risks	Insurance	
	Audited			
	NIS thousand			
<u>Revenues from insurance services</u>				
Contracts to which the Premium Allocation Approach (PAA) was not applied:				
Amounts relating to changes in liability for remaining coverage (LRC):				
The contractual service margin (CSM) amount recognized in profit or loss for services provided	128,283	674,062	-	802,345
Change in risk adjustment (RA) for non-financial risk resulting from past risks	11,902	76,600	-	88,502
Claims and other expected insurance service expenses incurred	484,810	1,966,886	-	2,451,696
Other	4,522	82,784	-	87,306
Allocation of the portion of the premiums relating to the recovery of insurance acquisition cash flows	27	256,750	-	256,777
Total contracts to which the Premium Allocation Approach (PAA) was not applied	629,544	3,057,082	-	3,686,626
Contracts to which the Premium Allocation Approach (PAA) was applied	-	182,196	4,639,495	4,821,691
Total revenues from insurance services	629,544	3,239,278	4,639,495	8,508,317
<u>Expenses from insurance services</u>				
Claims and other insurance service expenses incurred	(540,990)	(2,239,811)	(2,908,573)	(5,689,374)
Changes relating to past service - adjustment for liabilities for incurred claims (LIC)	46,454	74,236	159,872	280,562
Losses for groups of onerous insurance contracts	(470)	(902)	(17,682)	(19,054)
Amortization of insurance acquisition cash flows	(27)	(281,400)	(785,164)	(1,066,591)
Total expenses from insurance services	(495,033)	(2,447,877)	(3,551,549)	(6,494,457)
Income from insurance services before reinsurance contracts held	134,511	791,401	1,087,946	2,013,860
<u>Revenues (expenses), net for reinsurance contracts held</u>				
<u>Reinsurance expenses:</u>				
Contracts to which the Premium Allocation Approach (PAA) was not applied:				
Amounts relating to changes in assets for remaining coverage (ARC):				
The contractual service margin (CSM) amount recognized in profit or loss for services received	(5,554)	(48,826)	-	(54,380)
Change in risk adjustment (RA) for non-financial risk resulting from past risks	(355)	(13,433)	-	(13,788)
Recoveries of claims for underlying insurance contracts and other expected insurance services expenses incurred	(25,906)	(292,950)	-	(318,856)
Other	(6,317)	(43,485)	-	(49,802)
Total contracts to which the Premium Allocation Approach (PAA) was not applied	(38,132)	(398,694)	-	(436,826)
Contracts to which the Premium Allocation Approach (PAA) was applied	-	(3,427)	(1,016,020)	(1,019,447)
Total reinsurance expenses	(38,132)	(402,121)	(1,016,020)	(1,456,273)
<u>Reinsurance revenues:</u>				
Recoveries of claims for underlying insurance contracts and other insurance services expenses incurred	30,497	339,601	636,315	1,006,413
Changes relating to past service - adjustment for assets for incurred claims	(8,499)	(34,162)	18,910	(23,751)
Reversal of losses for groups of onerous underlying insurance contracts	576	254	-	830
Total reinsurance revenues	22,574	305,693	655,225	983,492
Total expenses, net for reinsurance contracts held	(15,558)	(96,428)	(360,795)	(472,781)
Income from insurance services	118,953	694,973	727,151	1,541,079

Note - Insurance service expenses are after deducting fees and commission expenses to the agencies in the Group.

Notes to the Consolidated Interim Financial Statements

NOTE 9 - INCOME (LOSS) FROM INVESTMENTS AND FINANCING, NET

Income (loss) from investments and financing, net, by operating segments

	For the 6 months ended June 30, 2026					
	Long-Term Savings	Life and Health Risks	P&C Insurance	Credit	Other	Total
	Unaudited					
	NIS thousand					
<u>Investment income (losses), net:</u>						
Investment income, net from assets held against insurance contracts and yield-dependent investment contracts	2,127,879	66,418	-	-	-	2,194,297
Other investment income (losses), net:						
Interest revenues calculated using the effective interest method	173,058	-	2,276	287,329	21,531	484,194
Reversal of net losses (losses) from impairment of financial assets	(1,032)	-	(966)	(51,993)	2,174	(51,817)
Other investment income, net	222,135	98,331	208,698	1,072	361,576	891,812
Share in income (losses) of equity-accounted subsidiaries closely related to the investing activity	(307)	(159)	2,176	-	(3,369)	(1,659)
Total income from other investments, net	393,854	98,172	212,184	236,408	381,912	1,322,530
Total investment income, net recognized in the income statement	2,521,733	164,590	212,184	236,408	381,912	3,516,827
Investment income (losses), net recognized in other comprehensive income	(2,263)	(1,814)	(7,788)	-	4,207	(7,658)
Total investment income, net	2,519,470	162,776	204,396	236,408	386,119	3,509,169
<u>Finance expenses, net arising from insurance contracts:</u>						
Change in liabilities for insurance contracts arising from changes in the fair value of underlying items of VFA contracts	(1,629,290)	(55,302)	-	-	-	(1,684,592)
Effects of the risk mitigation option for VFA contracts	(37,075)	-	-	-	-	(37,075)
Interest accrued	(56,387)	(93,773)	(68,635)	-	-	(218,795)
Effects of changes in interest rates and other financial assumptions (including inflation assumptions)	(132,141)	10,884	(69,575)	-	-	(190,832)
Effect of the difference between discounting with the current rate and discounting with the original rate of the changes in FCF carried to CSM	4,041	35,469	-	-	-	39,510
Total finance expenses, net arising from insurance contracts *)	(1,850,852)	(102,722)	(138,210)	-	-	(2,091,784)
*) Represented by:						
Amounts recognized in profit or loss	(1,850,852)	(102,722)	(138,210)	-	-	(2,091,784)
<u>Finance income, net arising from reinsurance contracts insurance contracts:</u>						
Interest accrued	(1,249)	17,861	22,422	-	-	39,034
Effects of changes in interest rates and other financial assumptions (including inflation assumptions)	185	8,479	22,968	-	-	31,632
Effect of the difference between discounting with the current rate and discounting with the original rate of the changes in FCF carried to CSM	380	(194)	-	-	-	186
Total finance income (expenses), net arising from reinsurance contracts *)	(684)	26,146	45,390	-	-	70,852
*) Represented by:						
Amounts recognized in profit or loss	(684)	26,146	45,390	-	-	70,852
Increase in liabilities for investment contracts due to the yield component	(589,626)	-	-	-	-	(589,626)
Total net investment and finance income *)	78,308	86,200	111,576	236,408	386,119	898,611
*) Represented by:						
Amounts recognized in profit or loss	80,571	88,014	119,364	236,408	381,912	906,269
Amounts recognized in other comprehensive income (loss)	(2,263)	(1,814)	(7,788)	-	4,207	(7,658)
Total investment and finance income, net	78,308	86,200	111,576	236,408	386,119	898,611

Notes to the Consolidated Interim Financial Statements

NOTE 9 - INCOME (LOSS) FROM INVESTMENTS AND FINANCING, NET (cont.)

Income (loss) from investments and financing, net, by operating segments (cont.)

For the 6 months ended June 30, 2026					
Long-Term Savings	Life and Health Risks	P&C Insurance	Credit	Other	Total
Unaudited					
NIS thousand					
5,435	-	402	-	(8,881)	(3,043)
(32)	-	(171)	-	(897)	(1,100)
6,977	109,465	36,837	-	(149,136)	4,143
12,380	109,465	37,068	-	(158,913)	-
Long-Term Savings	Life and Health Risks	P&C Insurance	Credit	Other	Total
Unaudited					
NIS thousand					

Notes to the Consolidated Interim Financial Statements

NOTE 9 - INCOME (LOSS) FROM INVESTMENTS AND FINANCING, NET (cont.)

Income (loss) from investments and financing, net, by operating segments (cont.)

	For the 6 months ended June 30, 2025					
	Long-Term Savings	Life and Health Risks	P&C Insurance	Credit	Other	Total
	Unaudited					
	NIS thousand					
<u>Investment income (losses), net:</u>						
Investment income, net from assets held against insurance contracts and yield-dependent investment contracts	2,083,329	88,351	-	-	-	2,171,680
Interest revenues calculated using the effective interest method	190,173	-	-	202,988	40,385	433,546
Reversal of net losses (losses) from impairment of financial assets	(423)	-	-	(42,741)	36,647	(6,517)
Other investment income (losses), net	312,848	126,255	181,737	(43)	276,142	896,939
Share in income (losses) of equity-accounted subsidiaries closely related to the investing activity	(325)	(245)	(1,940)	-	153	(2,357)
Total income from other investments, net	502,273	126,010	179,797	160,204	353,327	1,321,611
Total investment income, net recognized in the income statement	2,585,602	214,361	179,797	160,204	353,327	3,493,291
Investment income (losses), net recognized in other comprehensive income	(2,931)	(1,943)	(1,131)	-	14,129	8,124
Total investment income, net	2,582,671	212,418	178,666	160,204	367,456	3,501,415
<u>Finance expenses, net arising from insurance contracts:</u>						
Change in liabilities for insurance contracts arising from changes in the fair value of underlying items of VFA contracts	(1,660,775)	(76,286)	-	-	-	(1,737,061)
Effects of the risk mitigation option for VFA contracts	(51,648)	-	-	-	-	(51,648)
Interest accrued	(67,663)	(76,747)	(53,030)	-	-	(197,440)
Effects of changes in interest rates and other financial assumptions (including inflation assumptions)	(231,096)	55,946	(85,917)	-	-	(261,067)
Effect of the difference between discounting with the current rate and discounting with the original rate of the changes in FCF carried to CSM	10,951	26,585	-	-	-	37,536
Total finance expenses, net arising from insurance contracts *)	(2,000,231)	(70,502)	(138,947)	-	-	(2,209,680)
*) Represented by:						
Amounts recognized in profit or loss	(2,000,231)	(70,502)	(138,947)	-	-	(2,209,680)
<u>Finance income, net arising from reinsurance contracts insurance contracts:</u>						
Interest accrued	565	14,964	17,945	-	-	33,474
Effects of changes in interest rates and other financial assumptions (including inflation assumptions)	477	24,767	31,708	-	-	56,952
Effect of the difference between discounting with the current rate and discounting with the original rate of the changes in FCF carried to CSM	(52)	(326)	-	-	-	(378)
Total finance income, net arising from reinsurance contracts *)	990	39,405	49,653	-	-	90,048
*) Represented by:						
Amounts recognized in profit or loss	990	39,405	49,653	-	-	90,048
Increase in liabilities for investment contracts due to the yield component	(528,547)	-	-	-	-	(528,547)
Total net investment and finance income *)	54,883	181,321	89,372	160,204	367,456	853,236
*) Represented by:						
Amounts recognized in profit or loss	57,814	183,264	90,503	160,204	353,327	845,112
Amounts recognized in other comprehensive income (loss)	(2,931)	(1,943)	(1,131)	-	14,129	8,124
Total investment and finance income, net	54,883	181,321	89,372	160,204	367,456	853,236

Notes to the Consolidated Interim Financial Statements

NOTE 9 - INCOME (LOSS) FROM INVESTMENTS AND FINANCING, NET (cont.)

Income (loss) from investments and financing, net, by operating segments (cont.)

Allocation of revenues for assets held by the capital per operating segment

Other investment income (losses), net:

Interest revenues calculated using the effective interest method

Reversal of net losses (losses) from impairment of financial assets

Other investment income, net

Total income from other investments, net

For the 6 months ended June 30, 2025					
Long-Term Savings	Life and Health Risks	P&C Insurance	Credit	Other	Total
Unaudited					
NIS thousand					
5,017	-	-	-	(18,378)	(13,360)
(11)	-	-	-	(16,677)	(16,688)
8,254	111,252	36,204	-	(125,662)	30,048
13,260	111,252	36,204	-	(160,716)	-
Long-Term Savings	Life and Health Risks	P&C Insurance	Credit	Other	Total
Unaudited					
NIS thousand					
195,190	-	-	202,988	22,007	420,186
(434)	-	-	(42,741)	19,970	(23,205)
321,102	237,507	217,941	(43)	150,480	926,987
(325)	(245)	(1,940)	-	153	(2,357)
515,533	237,262	216,001	160,204	192,611	1,321,611

Investment income (losses) after allocation of revenues and expenses for assets held against capital to operating segments

Other investment income (losses), net:

Interest revenues calculated using the effective interest method

Reversal of net losses (losses) from impairment of financial assets

Other investment income, net

Share in income (losses) of equity-accounted subsidiaries closely related to the investing activity

Total income from other investments, net

Notes to the Consolidated Interim Financial Statements

NOTE 9 - INCOME (LOSS) FROM INVESTMENTS AND FINANCING, NET (cont.)

Income (loss) from investments and financing, net, by operating segments (cont.)

	For the 3 months ended June 30, 2026					
	Long-Term Savings	Life and Health Risks	P&C Insurance	Credit	Other	Total
	Unaudited					
	NIS thousand					
<u>Investment income (losses), net:</u>						
Investment income, net from assets held against insurance contracts and yield-dependent investment contracts	2,065,230	66,705	-	-	-	2,131,935
Other investment income (losses), net:						
Interest revenues (expenses) calculated using the effective interest method	117,802	-	(511)	155,984	10,031	283,306
Reversal of net losses (losses) from impairment of financial assets	109	-	560	(27,996)	1,212	(26,115)
Other investment income, net	255,551	85,130	173,113	1,058	243,811	758,663
Share in income (losses) of equity-accounted subsidiaries closely related to the investing activity	(67)	(8)	1,652	-	(1,487)	90
Total income from other investments, net	373,395	85,122	174,814	129,046	253,567	1,015,944
Total investment income, net recognized in the income statement	2,438,625	151,827	174,814	129,046	253,567	3,147,879
Investment income (losses), net recognized in other comprehensive income	(1,925)	(1,539)	(7,667)	-	3,721	(7,410)
Total investment income, net	2,436,700	150,288	167,147	129,046	257,288	3,140,469
<u>Finance expenses, net</u>						
<u>arising from insurance contracts:</u>						
Change in liabilities for insurance contracts arising from changes in the fair value of underlying items of VFA contracts	(1,549,805)	(55,037)	-	-	-	(1,604,842)
Effects of the risk mitigation option for VFA contracts	(33,636)	-	-	-	-	(33,636)
Interest accrued	(27,732)	(46,183)	(32,792)	-	-	(106,707)
Effects of changes in interest rates and other financial assumptions (including inflation assumptions)	(276,442)	132,153	(112,278)	-	-	(256,567)
Effect of the difference between discounting with the current rate and discounting with the original rate of the changes in FCF carried to CSM	1,262	23,787	-	-	-	25,049
Total finance income (expenses), net arising from insurance contracts *)	(1,886,353)	54,720	(145,070)	-	-	(1,976,703)
*) Represented by:						
Amounts recognized in profit or loss	(1,886,353)	54,720	(145,070)	-	-	(1,976,703)
<u>Finance income, net arising from reinsurance contracts insurance contracts:</u>						
Interest accrued	(674)	10,471	11,076	-	-	20,873
Effects of changes in interest rates and other financial assumptions (including inflation assumptions)	(188)	35,823	40,173	-	-	75,808
Effect of the difference between discounting with the current rate and discounting with the original rate of the changes in FCF carried to CSM	94	(239)	-	-	-	(145)
Total finance income, net arising from reinsurance contracts *)	(768)	46,055	51,249	-	-	96,536
*) Represented by:						
Amounts recognized in profit or loss	(768)	46,055	51,249	-	-	96,536
Increase in liabilities for investment contracts due to the yield component	(550,839)	-	-	-	-	(550,839)
Total income (loss) from investments and financing, net *)	(1,260)	251,063	73,326	129,046	257,288	709,463
*) Represented by:						
Amounts recognized in profit or loss	665	252,602	80,993	129,046	253,567	716,873
Amounts recognized in other comprehensive income (loss)	(1,925)	(1,539)	(7,667)	-	3,721	(7,410)
Total income (loss) from investments and financing, net	(1,260)	251,063	73,326	129,046	257,288	709,463

Notes to the Consolidated Interim Financial Statements

NOTE 9 - INCOME (LOSS) FROM INVESTMENTS AND FINANCING, NET (cont.)

Income (loss) from investments and financing, net, by operating segments (cont.)

For the 3 months ended June 30, 2026					
Long-Term Savings	Life and Health Risks	P&C Insurance	Credit	Other	Total
Unaudited					
NIS thousand					

Allocation of revenues for assets held by the capital per operating segment

Other investment income (losses), net:

Interest revenues calculated using the effective interest method

2,796	-	(76)	-	(4,443)	(1,723)
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Reversal of net losses (losses) from impairment of financial assets

3	-	83	-	(537)	(451)
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Other investment income, net

6,066	78,386	25,715	-	(107,993)	2,174
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Total income from other investments, net

8,865	78,386	25,722	-	(112,973)	-
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Long-Term Savings	Life and Health Risks	P&C Insurance	Credit	Other	Total
Unaudited					
NIS thousand					

Investment income (losses) after allocation of revenues and expenses for assets held against capital to operating segments

Other investment income (losses), net:

Interest revenues calculated using the effective interest method

120,598	-	(587)	155,984	5,588	281,583
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Reversal of net losses (losses) from impairment of financial assets

112	-	643	(27,996)	675	(26,566)
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Other investment income, net

261,617	163,516	198,828	1,058	135,818	760,837
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Share in income (losses) of equity-accounted subsidiaries closely related to the investing activity

(67)	(8)	1,652	-	(1,487)	90
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Total income from other investments, net

382,260	163,508	200,536	129,046	140,594	1,015,944
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Notes to the Consolidated Interim Financial Statements

NOTE 9 - INCOME (LOSS) FROM INVESTMENTS AND FINANCING, NET (cont.)

Income (loss) from investments and financing, net, by operating segments (cont.)

	For the 3 months ended June 30, 2025					
	Long-Term Savings	Life and Health Risks	P&C Insurance	Credit	Other	Total
	Unaudited					
	NIS thousand					
<u>Investment income (losses), net:</u>						
Investment income, net from assets held against insurance contracts and yield-dependent investment contracts	2,088,984	81,395	-	-	-	2,170,379
Other investment income (losses), net:						
Interest revenues calculated using the effective interest method	119,320	-	-	106,733	22,206	248,259
Reversal of net losses (losses) from impairment of financial assets	16	-	-	(17,830)	12,454	(5,360)
Other investment income (losses), net	296,544	103,612	129,722	(401)	251,963	781,440
Share in losses of equity-accounted subsidiaries closely related to the investing activity	(369)	(264)	(2,272)	-	(61)	(2,966)
Total income from other investments, net	415,511	103,348	127,450	88,502	286,562	1,021,373
Total investment income, net recognized in the income statement	2,504,495	184,743	127,450	88,502	286,562	3,191,752
Investment income (losses), net recognized in other comprehensive income	(3,892)	(2,694)	(1,489)	-	7,876	(199)
Total investment income, net	2,500,603	182,049	125,961	88,502	294,438	3,191,553
<u>Finance expenses, net arising from insurance contracts:</u>						
Change in liabilities for insurance contracts arising from changes in the fair value of underlying items of VFA contracts	(1,650,335)	(68,884)	-	-	-	(1,719,219)
Effects of the risk mitigation option for VFA contracts	(53,457)	-	-	-	-	(53,457)
Interest accrued	(33,584)	(47,410)	(29,500)	-	-	(110,494)
Effects of changes in interest rates and other financial assumptions (including inflation assumptions)	(292,845)	117,954	(89,783)	-	-	(264,674)
Effect of the difference between discounting with the current rate and discounting with the original rate of the changes in FCF carried to CSM	8,931	18,885	-	-	-	27,816
Total finance income (expenses), net arising from insurance contracts *)	(2,021,290)	20,545	(119,283)	-	-	(2,120,028)
*) Represented by:						
Amounts recognized in profit or loss	(2,021,290)	20,545	(119,283)	-	-	(2,120,028)
<u>Finance income, net arising from reinsurance contracts insurance contracts:</u>						
Interest accrued	339	6,699	10,107	-	-	17,145
Effects of changes in interest rates and other financial assumptions (including inflation assumptions)	1,519	40,257	33,614	-	-	75,390
Effect of the difference between discounting with the current rate and discounting with the original rate of the changes in FCF carried to CSM	(87)	(346)	-	-	-	(433)
Total finance income, net arising from reinsurance contracts *)	1,771	46,610	43,721	-	-	92,102
*) Represented by:						
Amounts recognized in profit or loss	1,771	46,610	43,721	-	-	92,102
Increase in liabilities for investment contracts due to the yield component	(463,168)	-	-	-	-	(463,168)
Total net investment and finance income *)	17,916	249,204	50,399	88,502	294,438	700,459
*) Represented by:						
Amounts recognized in profit or loss	21,808	251,898	51,888	88,502	286,562	700,658
Amounts recognized in other comprehensive income (loss)	(3,892)	(2,694)	(1,489)	-	7,876	(199)
Total investment and finance income, net	17,916	249,204	50,399	88,502	294,438	700,459

Notes to the Consolidated Interim Financial Statements

NOTE 9 - INCOME (LOSS) FROM INVESTMENTS AND FINANCING, NET (cont.)

Income (loss) from investments and financing, net, by operating segments (cont.)

Allocation of revenues for assets held by the capital per operating segment

Other investment income (losses), net:

Interest revenues calculated using the effective interest method

3,190 - - - (10,260) (7,070)

Reversal of net losses (losses) from impairment of financial assets

- - - - (5,754) (5,754)

Other investment income, net

7,927 93,275 28,036 - (116,414) 12,824

Total income from other investments, net

11,117 93,275 28,036 - (132,428) -

Long-Term Savings	Life and Health Risks	P&C Insurance	Credit	Other	Total
Unaudited					
NIS thousand					

Investment income (losses) after allocation of revenues and expenses for assets held against capital to operating segments

Other investment income (losses), net:

Interest revenues calculated using the effective interest method

122,510 - - 106,733 11,946 241,189

Reversal of net losses (losses) from impairment of financial assets

16 - - (17,830) 6,700 (11,114)

Other investment income, net

304,471 196,887 157,758 (401) 135,549 794,264

Share in income (losses) of equity-accounted subsidiaries closely related to the investing activity

(369) (264) (2,272) - (61) (2,966)

Total income from other investments, net

426,628 196,623 155,486 88,502 154,134 1,021,373

Notes to the Consolidated Interim Financial Statements

NOTE 9 - INCOME (LOSS) FROM INVESTMENTS AND FINANCING, NET (cont.)

Income (loss) from investments and financing, net, by operating segments (cont.)

	For the year ended December 31, 2025					
	Long-Term Savings	Life and Health Risks	P&C Insurance	Credit	Other	Total
	Audited					
	NIS thousand					
<u>Investment income (losses), net:</u>						
Investment income, net from assets held against insurance contracts and yield-dependent investment contracts	5,017,821	185,036	-	-	-	5,202,857
Other investment income (losses), net:						
Interest revenues calculated using the effective interest method	344,306	-	4,165	481,468	71,807	901,746
Reversal of net losses (losses) from impairment of financial assets	(848)	-	(163)	(117,771)	39,104	(79,678)
Other investment income (losses), net	569,873	221,538	368,840	(910)	657,531	1,816,872
Share in income (losses) of equity-accounted subsidiaries closely related to the investing activity	(2,858)	(1,118)	40,691	-	(474)	36,241
Total income from other investments, net	910,473	220,420	413,533	362,787	767,968	2,675,181
Total investment income, net recognized in the income statement	5,928,294	405,456	413,533	362,787	767,968	7,878,038
Investment income (losses), net recognized in other comprehensive income	(4,786)	(3,670)	(2,072)	-	19,696	9,168
Total investment income, net	5,923,508	401,786	411,461	362,787	787,664	7,887,206
<u>Finance expenses, net arising from insurance contracts:</u>						
Change in liabilities for insurance contracts arising from changes in the fair value of underlying items of VFA contacts	(3,970,425)	(161,428)	-	-	-	(4,131,853)
Effects of the risk mitigation option for VFA contracts	(71,668)	-	-	-	-	(71,668)
Interest accrued	(134,695)	(156,640)	(124,238)	-	-	(415,573)
Effects of changes in interest rates and other financial assumptions (including inflation assumptions)	(354,640)	119,387	(153,865)	-	-	(389,118)
Effect of the difference between discounting with the current rate and discounting with the original rate of the changes in FCF carried to CSM	(1,137)	61,724	-	-	-	60,587
Total finance expenses, net arising from insurance contracts *)	(4,532,565)	(136,957)	(278,103)	-	-	(4,947,625)
*) Represented by:						
Amounts recognized in profit or loss	(4,532,565)	(136,957)	(278,103)	-	-	(4,947,625)
<u>Finance income, net arising from reinsurance contracts insurance contracts:</u>						
Interest accrued	1,138	30,300	40,566	-	-	72,004
Effects of changes in interest rates and other financial assumptions (including inflation assumptions)	(8,139)	32,487	58,517	-	-	82,865
Effect of the difference between discounting with the current rate and discounting with the original rate of the changes in FCF carried to CSM	6	(6,049)	-	-	-	(6,043)
Total finance income (expenses), net arising from reinsurance contracts *)	(6,995)	56,738	99,083	-	-	148,826
*) Represented by:						
Amounts recognized in profit or loss	(6,995)	56,738	99,083	-	-	148,826
Increase in liabilities for investment contracts due to the yield component	(1,195,388)	-	-	-	-	(1,195,388)
Total net investment and finance income *)	188,560	321,567	232,441	362,787	787,664	1,893,019
*) Represented by:						
Amounts recognized in profit or loss	193,346	325,237	234,513	362,787	767,968	1,883,851
Amounts recognized in other comprehensive income (loss)	(4,786)	(3,670)	(2,072)	-	19,696	9,168
Total income (loss) from investments and financing, net	188,560	321,567	232,441	362,787	787,664	1,893,019

Notes to the Consolidated Interim Financial Statements

NOTE 9 - INCOME (LOSS) FROM INVESTMENTS AND FINANCING, NET (cont.)

Income (loss) from investments and financing, net, by operating segments (cont.)

For the year ended December 31, 2025					
Long-Term Savings	Life and Health Risks	P&C Insurance	Credit	Other	Total
Audited					
NIS thousand					
11,118	-	916	-	(33,536)	(21,503)
(27)	-	(36)	-	(18,263)	(18,326)
18,402	247,435	81,080	-	(307,088)	39,829
29,492	247,435	81,960	-	(358,887)	-
Long-Term Savings	Life and Health Risks	P&C Insurance	Credit	Other	Total
Audited					
NIS thousand					

Notes to the Consolidated Interim Financial Statements

NOTE 9 - INCOME (LOSS) FROM INVESTMENTS AND FINANCING, NET (cont.)

- (a) In the GMM model, accrued interest includes interest accrued on the remaining CSM in accordance with the nominal interest rate curve on the initial recognition date. In addition, the accrued interest includes interest accrued on BE and RA balances in accordance with the real interest rate curve at initial recognition.

Under the PAA Model, the accrued interest includes interest accrued on BE and RA balances which are included in the LIC in accordance with the real interest rate curve at the beginning of the period.

- (b) The effect of the change in interest rate in this line item includes both the replacement of the curve in relation to the beginning of the period and the difference between the interest accrual on the remaining BE and RA according to the curve at the beginning of the period for accrual in accordance with the curve as of the initial recognition date.

Notes to the Consolidated Interim Financial Statements

NOTE 10 - FAIR VALUE OF FINANCIAL INSTRUMENTS

The different fair value levels were defined as follows:

- Level 1 - fair value measured using quoted prices (unadjusted) in an active market for identical instruments.
- Level 2 - fair value measured using observable inputs, either directly or indirectly, that are not included in Level 1 above.
- Level 3 - fair value measured using inputs that are not based on observable market inputs.

The methods and assumptions used to determine fair value

Valuation techniques

The fair value of investments traded actively in regulated financial markets is determined based on market prices as of the reporting date. With respect to investments for which there is no active market. Fair value is determined using valuation techniques. Such techniques include using transactions which were recently made at fair market value, reference to the current market value of another instrument which is substantially the same, discounted cash flows, or other valuation methods.

Illiquid debt assets (excluding designated bonds)

The quoted prices and interest rates used for discounting purposes are determined by a company which won the tender, published by the Ministry of Finance, for the setting up and operating a database of quoted prices and interest rates for institutional entities.

On March 2, 2025, the Capital Market, Insurance and Savings Authority published a press release in which it announced that it selected Ness Fair Value Ltd. (hereinafter - "NFB") as the supplier, which revalues the institutional entities' illiquid debt assets.

NFB replaced Fair Spread Ltd., which has carried out the revaluation from 2011, covering non-complex illiquid debt assets, which are issued only in Israel. Under the new tender, the winning bidder will revalue all illiquid debt assets - issued both in and outside Israel - including complex debt assets. Furthermore, and in order to encourage trading through the trading platform for institutional entities (TASE-UP platform) NFB is responsible for providing specific prices for investment instruments traded in this system, provided that these investment instruments are held by institutional entities. NFB's preparations were completed at the beginning of January 2026.

As of January 6, 2026, the revaluation of illiquid debt assets is made by NFB.

The fair value of illiquid debt assets, which are measured at fair value through profit and loss, and the fair value of illiquid financial debt assets, for which fair value information is provided solely for disclosure purposes, is determined by discounting the estimated future cash flows from those assets. Discount rates are determined based on the risk-free interest rate plus a credit risk premium and an illiquidity premium.

The risk-free interest rate curve is based primarily on government bond yields; the spread (for credit risk and illiquidity) is estimated using economic models based on data regarding the issuer, such as the debt instrument issuer's share price, the spreads on the issuer's liquid bonds, the issuer's balance sheet details, or the issued instrument's credit rating.

The above spread is a significant unobservable input, and therefore the Group has transferred the illiquid debt assets quoted by NFB from Level 2 to Level 3 in the fair value hierarchy.

Notes to the Consolidated Interim Financial Statements

NOTE 10 - FAIR VALUE OF FINANCIAL INSTRUMENTS (cont.)

Designated bonds

Designated Hetz bonds (hereinafter – “**Hetz Bonds**”) are illiquid and non-transferable bonds, which are issued (and repaid) by virtue of a series of agreements signed between the insurance companies and the State of Israel, and allocated at a certain rate of the insurance liabilities for insurance contracts, which include a guaranteed return savings component for the policyholder.

The Company calculates the fair value in accordance with the indirect approach, according to which the fair value calculation is based on the amortized cost of Hetz Bonds plus the excess value arising from the difference between the nominal interest on Hetz Bonds and the risk-free interest rate curve plus the illiquidity premium used in the financial statements. This calculation is similar to the method of calculation used in Solvency II-based economic solvency regime. The estimated cash flows of Hetz Bonds are based on expected cash flows in respect of insurance liabilities and therefore include assumptions regarding non-observable inputs, such as lapse rate, annuity takeup rate, retirement age, etc.

Investment in illiquid shares

The fair value of shares for which there is no quoted market price, is determined by the discounted cash flow model. The valuation requires the Company to make certain assumptions regarding non-observable inputs included in the model.

Investment funds

The fair value of investment funds is based on the net asset value (NAV) reported by the funds periodically; when the financial reporting date differs from the balance sheet date, as is the case with most investment funds, adjustments are usually made for subsequent investments and distributions on a quarterly basis.

A. Financial instruments held against yield-dependent contracts

Fair value of financial instruments by level

	As of June 30, 2026			
	Level 1	Level 2	Level 3	Total
	Unaudited			
	NIS thousand			
Financial assets:				
Illiquid debt assets	-	-	2,917,000	2,917,000
Liquid debt assets	10,250,422	85,225	-	10,335,647
Equity instruments	12,179,235	336,029	447,462	12,962,726
Other investments	<u>4,838,426</u>	<u>1,449,563</u>	<u>4,377,656</u>	<u>10,665,645</u>
Total financial assets	<u>27,268,083</u>	<u>1,870,817</u>	<u>7,742,118</u>	<u>36,881,018</u>
Financial liabilities:				
Derivative instruments	<u>60,157</u>	<u>65,040</u>	<u>-</u>	<u>125,197</u>

During the six-month period ended June 30, 2026 there were no material transfers between Level 1 and Level 2. Regarding the transfer of illiquid debt assets from Level 2 to Level 3, see above in the beginning of the note.

Notes to the Consolidated Interim Financial Statements

NOTE 10 - FAIR VALUE OF FINANCIAL INSTRUMENTS (cont.)

A. Financial instruments held against yield-dependent contracts (cont.)

Fair value of financial instruments by level (cont.)

	As of June 30, 2025			
	Level 1	Level 2	Level 3	Total
	Unaudited			
	NIS thousand			
Financial assets:				
Illiquid debt assets	-	3,216,713	27,057	3,243,770
Liquid debt assets	8,485,796	798,203	-	9,283,999
Equity instruments	9,554,480	17,105	511,574	10,083,159
Other investments	5,119,138	1,387,423	4,570,239	11,076,800
Total financial assets	23,159,414	5,419,444	5,108,870	33,687,728
Financial liabilities:				
Derivative instruments	26,506	48,835	-	75,341

During the six-month period ended June 30, 2025 there were no material transfers between Level 1 and Level 2 to Level 3, nor were there transfers from or to Level 3.

	As of December 31, 2025			
	Level 1	Level 2	Level 3	Total
	Audited			
	NIS thousand			
Financial assets:				
Illiquid debt assets	-	3,020,140	21,395	3,041,535
Liquid debt assets	9,760,264	35,774	-	9,796,038
Equity instruments	10,819,639	132,328	498,233	11,450,200
Other investments	5,599,115	1,299,738	4,497,985	11,396,838
Total financial assets	26,179,018	4,487,980	5,017,613	35,684,611
Financial liabilities:				
Derivative instruments	16,073	29,610	-	45,683

In 2025, there were no material transfers from Level 1 to Level 2, nor were there transfers from or to Level 3.

Notes to the Consolidated Interim Financial Statements

NOTE 10 - FAIR VALUE OF FINANCIAL INSTRUMENTS (cont.)

A. Financial instruments held against yield-dependent contracts (cont.)

Financial instruments measured at fair value - Level 3

	Financial assets			
	Unaudited			
	NIS thousand			
	Illiquid debt instruments	Equity instruments	Other investments	Total financial assets
Balance as of January 1, 2026 (audited)	21,395	498,233	4,497,985	5,017,613
Total gains (losses) recognized in profit or loss (*)	35,100	(25,378)	(91,797)	(82,075)
Proceeds from interest and dividend	(61,331)	(8,862)	(95,276)	(165,469)
Purchases	321,219	2,215	298,584	622,018
Sales	-	(18,746)	(231,840)	(250,586)
Discharges	(419,523)	-	-	(419,523)
Transfers to Level 3	3,020,140	-	-	3,020,140
Balance as of June 30, 2026	<u>2,917,000</u>	<u>447,462</u>	<u>4,377,656</u>	<u>7,742,118</u>

(*) Recognized under "investment income (losses), net from assets held against insurance contracts and yield-dependent investment contracts".

Total gains (losses) for the
period included in profit or
loss for assets and liabilities
held as of June 30, 2026:

Investment income (losses),
net of assets held against
insurance contracts and
yield-dependent
investment contracts

	<u>35,692</u>	<u>(24,778)</u>	<u>(104,808)</u>	<u>(93,894)</u>
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As stated above, as of January 6, 2026, the revaluation of illiquid debt assets is carried out by a new revaluation vendor. The discount interest rate used to calculate fair value, in particular the bond spread which embodies the credit risk premium and illiquidity premium, constitutes a significant unobservable figure, and therefore the fair value of illiquid debt assets was transferred from Level 2 to Level 3.

Notes to the Consolidated Interim Financial Statements

NOTE 10 - FAIR VALUE OF FINANCIAL INSTRUMENTS (cont.)

A. Financial instruments held against yield-dependent contracts (cont.)

Financial instruments measured at fair value - Level 3 (cont.)

	Financial assets			
	Unaudited			
	NIS thousand			
	Illiquid debt instruments	Equity instruments	Other investments	Total financial assets
Balance as of January 1, 2025 (unaudited)	29,901	505,592	4,703,430	5,238,923
Total gains (losses) recognized in profit or loss (*)	887	(15,303)	(68,315)	(82,731)
Proceeds from interest and dividend	(493)	(2,588)	(154,954)	(158,035)
Purchases	-	23,873	285,208	309,081
Sales	-	-	(195,130)	(195,130)
Discharges	(3,238)	-	-	(3,238)
Balance as of June 30, 2025	<u>27,057</u>	<u>511,574</u>	<u>4,570,239</u>	<u>5,108,870</u>

(*) Recognized under "investment income (losses), net from assets held against insurance contracts and yield-dependent investment contracts".

Total gains for the period
included in profit or loss for
assets and liabilities held as
of June 30, 2025:

Investment income (losses),
net of assets held against
insurance contracts and
yield-dependent
investment contracts

<u>887</u>	<u>(6,846)</u>	<u>(71,475)</u>	<u>(77,434)</u>
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Notes to the Consolidated Interim Financial Statements

NOTE 10 - FAIR VALUE OF FINANCIAL INSTRUMENTS (cont.)

A. Financial instruments held against yield-dependent contracts (cont.)

Financial instruments measured at fair value - Level 3 (cont.)

	Financial assets			
	Unaudited			
	NIS thousand			
	Illiquid debt instruments	Equity instruments	Other investments	Total financial assets
Balance as of April 1, 2026	2,904,626	471,858	4,552,631	7,929,115
Total gains (losses) recognized in profit or loss (*)	37,152	(19,271)	(136,412)	(118,531)
Proceeds from interest and dividend	(28,083)	(5,157)	(49,656)	(82,896)
Purchases	113,597	32	126,135	239,764
Sales	-	-	(115,042)	(115,042)
Discharges	(110,292)	-	-	(110,292)
Balance as of June 30, 2026	<u>2,917,000</u>	<u>447,462</u>	<u>4,377,656</u>	<u>7,742,118</u>
(*) Recognized under "investment income (losses), net from assets held against insurance contracts and yield-dependent investment contracts".				
Total gains (losses) for the period included in profit or loss for assets and liabilities held as of June 30, 2026:				
Investment income (losses), net of assets held against insurance contracts and yield-dependent investment contracts	<u>37,744</u>	<u>(18,671)</u>	<u>(149,423)</u>	<u>(130,350)</u>

Notes to the Consolidated Interim Financial Statements

NOTE 10 - FAIR VALUE OF FINANCIAL INSTRUMENTS (cont.)

A. Financial instruments held against yield-dependent contracts (cont.)

Financial instruments measured at fair value - Level 3 (cont.)

	Financial assets			
	Unaudited			
	NIS thousand			
	Illiquid debt instruments	Equity instruments	Other investments	Total financial assets
Balance as of April 1, 2025	29,954	513,808	4,849,941	5,393,703
Total losses recognized in profit or loss (*)	(782)	(19,171)	(238,680)	(258,633)
Proceeds from interest and dividend	(218)	(1,952)	(66,187)	(68,357)
Purchases	-	18,889	139,498	158,387
Sales	-	-	(114,333)	(114,333)
Discharges	(1,897)	-	-	(1,897)
Balance as of June 30, 2025	<u>27,057</u>	<u>511,574</u>	<u>4,570,239</u>	<u>5,108,870</u>
(*) Recognized under "investment income (losses), net from assets held against insurance contracts and yield-dependent investment contracts".				
Total gains for the period included in profit or loss for assets and liabilities held as of June 30, 2025:				
Investment losses, net from assets held against insurance contracts and yield-dependent investment contracts	<u>(782)</u>	<u>(19,171)</u>	<u>(242,237)</u>	<u>(262,190)</u>

Notes to the Consolidated Interim Financial Statements

NOTE 10 - FAIR VALUE OF FINANCIAL INSTRUMENTS (cont.)

A. Financial instruments held against yield-dependent contracts (cont.)

Financial instruments measured at fair value - Level 3 (cont.)

	Financial assets			
	Audited			
	NIS thousand			
	Illiquid debt instruments	Equity instruments	Other investments	Total financial assets
Balance as of January 1, 2025 (unaudited)	29,901	505,592	4,703,430	5,238,923
Total losses recognized in profit or loss (*)	(1,752)	(24,200)	(86,172)	(112,124)
Proceeds from interest and dividend	(869)	(8,936)	(282,753)	(292,558)
Purchases	-	53,992	563,387	617,379
Sales	(425)	(28,215)	(399,907)	(428,547)
Discharges	(5,460)	-	-	(5,460)
Balance as of December 31, 2025 (audited)	21,395	498,233	4,497,985	5,017,613
(*) Recognized under "investment income (losses), net from assets held against insurance contracts and yield-dependent investment contracts".				
Total losses) for the period included in profit or loss for assets and liabilities held as of December 31, 2025:				
Investment losses, net from assets held against insurance contracts and yield-dependent investment contracts	(1,753)	(15,743)	(74,226)	(91,722)

Substantial non-observable data used in Level 3 fair value measurements

The following table provides qualitative and quantitative information regarding significant non-observable data used in level 3 fair value measurements:

Financial instrument	Valuation techniques	Significant non- observable inputs	June 30, 2026		Sensitivity of fair value to change in inputs
			Fair value (in NIS thousand)	Range (weighted average)	
Illiquid debt assets	Discounted cash flows	Discount rate	2,917,000	1.53%- 10.41% (3.97%)	A substantial increase in this data will lead to a substantial decrease in fair value

Notes to the Consolidated Interim Financial Statements

NOTE 10 - FAIR VALUE OF FINANCIAL INSTRUMENTS (cont.)

B. Other financial instruments not held against yield-dependent contracts

Fair value of financial instruments by level

	As of June 30, 2026			
	Level 1	Level 2	Level 3	Total
	Unaudited			
	NIS thousand			
Financial assets:				
Illiquid debt instruments, excluding designated bonds	-	-	2,629,339	2,629,339
Designated bonds	-	-	3,138,600	3,138,600
Liquid debt instruments	7,300,300	50,560	-	7,350,860
Equity instruments	866,950	108,213	284,434	1,259,597
Other investments	914,113	327,905	3,471,842	4,713,860
Total financial assets	9,081,363	486,678	9,524,215	19,092,256
Financial liabilities:				
Derivative instruments	57,600	21,903	-	79,503

During the six-month period ended June 30, 2026 there were no material transfers between Level 1 and Level 2. Regarding the transfer of illiquid debt assets from Level 2 to Level 3, see above in the beginning of the note.

	As of June 30, 2025			
	Level 1	Level 2	Level 3	Total
	Unaudited			
	NIS thousand			
Financial assets:				
Illiquid debt instruments, excluding designated bonds	-	3,128,742	40,763	3,169,505
Designated bonds	-	-	3,186,944	3,186,944
Liquid debt instruments	5,260,932	149,102	-	5,410,034
Equity instruments	1,013,599	4,448	326,793	1,344,840
Other investments	532,113	177,206	3,327,208	4,036,527
Total financial assets	6,806,644	3,459,498	6,881,708	17,147,850
Financial liabilities:				
Derivative instruments	3,870	41,196	-	45,066
Short sales	10,154	-	-	10,154
Total financial liabilities	14,024	41,196	-	55,220

During the six-month period ended June 30, 2025 there were no material transfers between Level 1 and Level 2 to Level 3, nor were there transfers from or to Level 3.

Notes to the Consolidated Interim Financial Statements

NOTE 10 - FAIR VALUE OF FINANCIAL INSTRUMENTS (cont.)

B. Other financial instruments not held against yield-dependent contracts (cont.)

Fair value of financial instruments by level (cont.)

	As of December 31, 2025			
	Level 1	Level 2	Level 3	Total
	Audited			
	NIS thousand			
Financial assets:				
Illiquid debt instruments, excluding designated bonds	-	3,039,189	30,470	3,069,659
Designated bonds	-	-	3,144,036	3,144,036
Liquid debt instruments	6,869,532	38,887	-	6,908,419
Equity instruments	968,438	54,548	306,924	1,329,910
Other investments	690,721	267,825	3,394,735	4,353,281
Total financial assets	<u>8,528,691</u>	<u>3,400,449</u>	<u>6,876,165</u>	<u>18,805,305</u>
Financial liabilities:				
Derivative instruments	<u>25,127</u>	<u>7,766</u>	<u>-</u>	<u>32,893</u>

In 2025, there were no material transfers from Level 1 to Level 2, nor were there transfers from or to Level 3.

Notes to the Consolidated Interim Financial Statements

NOTE 10 - FAIR VALUE OF FINANCIAL INSTRUMENTS (cont.)

B. Other financial instruments not held against yield-dependent contracts (cont.)

Financial instruments measured at fair value - Level 3

	Financial assets				
	Unaudited				
	NIS thousand				
	Illiquid debt instruments, excluding designated bonds	Designated bonds	Equity instruments	Other investments	Total financial assets
Balance as of January 1, 2026 (audited)	30,470	3,144,036	306,924	3,394,734	6,876,164
Total gains (losses) recognized:					
In profit or loss (*)	51,056	78,079	(21,499)	63,949	171,585
Proceeds from interest and dividend	(52,510)	(64,907)	(4,710)	(100,056)	(222,183)
Purchases	375,139	1,392	11,707	229,582	617,820
Sales	-	(20,000)	(7,988)	(116,367)	(144,355)
Discharges	(814,006)	-	-	-	(814,006)
Transfers to Level 3	3,039,190	-	-	-	3,039,190
Balance as of June 30, 2026	<u>2,629,339</u>	<u>3,138,600</u>	<u>284,434</u>	<u>3,471,842</u>	<u>9,524,215</u>

(*) Recognized in the 'Investment income (losses), net' line item.

Total gains (losses) for the period included in profit or loss for assets and liabilities held as of June 30, 2026:
Investment income (losses), net of assets held against insurance contracts and non-yield-dependent investment contracts, equity and other liabilities

50,120	77,766	(21,242)	64,127	170,771
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As stated above, as of January 6, 2026, the revaluation of illiquid debt assets is carried out by a new revaluation vendor. The discount interest rate used to calculate fair value, in particular the bond spread which embodies the credit risk premium and illiquidity premium, constitutes a significant unobservable figure, and therefore the fair value of illiquid debt assets was transferred from Level 2 to Level 3.

Notes to the Consolidated Interim Financial Statements

NOTE 10 - FAIR VALUE OF FINANCIAL INSTRUMENTS (cont.)

B. Other financial instruments not held against yield-dependent contracts (cont.)

Financial instruments measured at fair value - Level 3 (cont.)

	Financial assets				
	Unaudited				
	NIS thousand				
	Illiquid debt instruments, excluding designated bonds	Designated bonds	Equity instruments	Other investments	Total financial assets
Balance as of January 1, 2025 (unaudited)	43,717	3,143,931	317,036	3,310,395	6,815,079
Total gains (losses) recognized:					
In profit or loss (*)	2,491	124,755	(554)	56,130	182,822
Proceeds from interest and dividend	(1,731)	(67,052)	(2,167)	(99,168)	(170,118)
Purchases	24	1,488	12,478	208,100	222,090
Sales	(139)	-	-	(148,249)	(148,388)
Discharges	(3,599)	(16,178)	-	-	(19,777)
Balance as of June 30, 2025	<u>40,763</u>	<u>3,186,944</u>	<u>326,793</u>	<u>3,327,208</u>	<u>6,881,708</u>
(*) Recognized in the 'Investment income (losses), net' line item.					
Total gains (losses) for the period included in profit or loss for assets and liabilities held as of June 30, 2025:					
Investment income (losses), net of assets held against insurance contracts and non-yield- dependent investment contracts, equity and other liabilities	<u>2,345</u>	<u>124,844</u>	<u>(554)</u>	<u>55,095</u>	<u>181,730</u>

Notes to the Consolidated Interim Financial Statements

NOTE 10 - FAIR VALUE OF FINANCIAL INSTRUMENTS (cont.)

B. Other financial instruments not held against yield-dependent contracts (cont.)

Financial instruments measured at fair value - Level 3 (cont.)

	Financial assets				
	Unaudited				
	NIS thousand				
	Illiquid debt instruments, excluding designated bonds	Designated bonds	Equity instruments	Other investments	Total financial assets
Balance as of April 1, 2026	2,780,251	3,088,796	291,049	3,512,762	9,672,858
Total gains (losses) recognized:					
In profit or loss (*)	53,884	133,319	(9,501)	(33,055)	144,647
Proceeds from interest and dividend	(25,148)	(64,907)	(2,576)	(49,939)	(142,570)
Purchases	281,200	1,392	5,462	88,960	377,014
Sales	-	(20,000)	-	(46,886)	(66,886)
Discharges	(460,848)	-	-	-	(460,848)
Balance as of June 30, 2026	<u>2,629,339</u>	<u>3,138,600</u>	<u>284,434</u>	<u>3,471,842</u>	<u>9,524,215</u>
(*) Recognized in the 'Investment income (losses), net' line item.					
Total gains (losses) for the period included in profit or loss for assets and liabilities held as of June 30, 2026:					
Investment income (losses), net of assets held against insurance contracts and non-yield- dependent investment contracts, equity and other liabilities	<u>52,813</u>	<u>133,006</u>	<u>(9,244)</u>	<u>(29,092)</u>	<u>147,483</u>

Notes to the Consolidated Interim Financial Statements

NOTE 10 - FAIR VALUE OF FINANCIAL INSTRUMENTS (cont.)

B. Other financial instruments not held against yield-dependent contracts (cont.)

Financial instruments measured at fair value - Level 3 (cont.)

	Financial assets				
	Unaudited				
	NIS thousand				
	Illiquid debt instruments, excluding designated bonds	Designated bonds	Equity instruments	Other investments	Total financial assets
Balance as of April 1, 2025	45,384	3,128,611	331,812	3,444,247	6,950,054
Total gains (losses) recognized:					
In profit or loss (*)	(658)	140,075	(11,268)	(86,368)	41,781
Proceeds from interest and dividend	(864)	(67,052)	(1,657)	(47,578)	(117,151)
Purchases	24	1,488	7,906	102,471	111,889
Sales	(139)	-	-	(85,564)	(85,703)
Discharges	(2,984)	(16,178)	-	-	(19,162)
Balance as of June 30, 2025	<u>40,763</u>	<u>3,186,944</u>	<u>326,793</u>	<u>3,327,208</u>	<u>6,881,708</u>
(*) Recognized in the 'Investment income (losses), net' line item.					
Total gains (losses) for the period included in profit or loss for assets and liabilities held as of June 30, 2025:					
Investment income (losses), net of assets held against insurance contracts and non- yield-dependent investment contracts, equity and other liabilities	<u>(804)</u>	<u>140,164</u>	<u>(11,268)</u>	<u>(88,174)</u>	<u>39,918</u>

Notes to the Consolidated Interim Financial Statements

NOTE 10 - FAIR VALUE OF FINANCIAL INSTRUMENTS (cont.)

B. Other financial instruments not held against yield-dependent contracts (cont.)

Financial instruments measured at fair value - Level 3 (cont.)

	Financial assets				
	Audited				
	NIS thousand				
	Illiquid debt instruments, excluding designated bonds	Designated bonds	Equity instruments	Other investments	Total financial assets
Balance as of January 1, 2025 (unaudited)	43,717	3,143,931	317,036	3,310,394	6,815,078
Total gains (losses) recognized:					
In profit or loss (*)	(5,630)	229,600	(6,252)	93,080	310,798
Proceeds from interest and dividend	(2,774)	(130,900)	(4,141)	(189,323)	(327,138)
Purchases	24	96,887	21,688	452,781	571,380
Sales	(139)	-	(21,407)	(272,197)	(293,743)
Discharges	(4,728)	(195,482)	-	-	(200,210)
Balance as of December 31, 2025	<u>30,470</u>	<u>3,144,036</u>	<u>306,924</u>	<u>3,394,735</u>	<u>6,876,165</u>
(*) Recognized in the 'Investment income (losses), net' line item.					
Total gains (losses) for the period included in profit or loss for assets and liabilities held as of December 31, 2025:					
Investment income (losses), net of assets held against insurance contracts and non-yield- dependent investment contracts, equity and other liabilities	<u>(2,421)</u>	<u>222,687</u>	<u>(7,671)</u>	<u>93,681</u>	<u>306,276</u>

Notes to the Consolidated Interim Financial Statements

NOTE 10 - FAIR VALUE OF FINANCIAL INSTRUMENTS (cont.)

B. Other financial instruments not held against yield-dependent contracts (cont.)

Substantial non-observable data used in Level 3 fair value measurements

The following table provides qualitative and quantitative information regarding significant non-observable data used in level 3 fair value measurements:

Financial instrument	Valuation techniques	Significant non-observable inputs	June 30, 2026		Sensitivity of fair value to change in inputs
			Fair value (in NIS thousand)	Range (weighted average)	
Illiquid debt assets	Discounted cash flows	Discount rate	2,629,339	1.53%-10.40% (3.54%)	A substantial increase in this data will lead to a substantial decrease in fair value

Notes to the Consolidated Interim Financial Statements

NOTE 10 - FAIR VALUE OF FINANCIAL INSTRUMENTS (cont.)

B. Other financial instruments not held against yield-dependent contracts (cont.)

Financial instruments measured at fair value for disclosure purposes only

	As of June 30, 2026	
	Carrying	Fair value
	value	
	Unaudited	
	NIS thousand	
Financial assets:		
Other financial investments measured at depreciated cost:		
<u>Illiquid debt instruments:</u>		
Deposits with banks and financial institutions	89,917	93,969
Treasury deposits	4,537,386	5,422,784
Illiquid corporate bonds	221,221	232,179
Loans (including investees)	6,748,843	6,775,150
Total financial assets	11,597,367	12,524,082
Financial liabilities:		
Loans from banking corporations	3,077,657	3,077,657
Commercial papers	701,162	701,162
Non-convertible bonds	2,773,128	2,872,105
Liabilities for financial guarantee contracts	11,154	11,154
Liabilities to pay standing orders	931,743	931,743
Lease liabilities	71,238	
Total financial liabilities	7,566,082	7,593,821

Notes to the Consolidated Interim Financial Statements

NOTE 10 - FAIR VALUE OF FINANCIAL INSTRUMENTS (cont.)

B. Other financial instruments not held against yield-dependent contracts (cont.)

Financial instruments measured at fair value for disclosure purposes only (cont.)

	As of June 30, 2025	
	Carrying value	Fair value
	Unaudited	
	NIS thousand	
Financial assets:		
Other financial investments measured at depreciated cost:		
<u>Illiquid debt instruments:</u>		
Deposits with banks and financial institutions	179,087	184,921
Treasury deposits	4,583,339	5,443,728
Illiquid corporate bonds	250,711	260,044
Loans (including investees)	5,167,576	5,154,492
Total financial assets	10,180,713	11,043,185
Financial liabilities:		
Loans from banking corporations	1,981,768	1,981,768
Commercial papers	401,290	401,290
Non-convertible bonds	2,317,691	2,309,733
Liabilities for financial guarantee contracts	11,930	11,930
Liabilities to pay standing orders	775,258	775,258
Loan from non-controlling interests	5,519	5,519
Lease liabilities	68,258	
Total financial liabilities	5,561,714	5,485,498

Notes to the Consolidated Interim Financial Statements

NOTE 10 - FAIR VALUE OF FINANCIAL INSTRUMENTS (cont.)

B. Other financial instruments not held against yield-dependent contracts (cont.)

Financial instruments measured at fair value for disclosure purposes only (cont.)

	As of December 31, 2025	
	Carrying value	Fair value
	Audited	
	NIS thousand	
Financial assets:		
Other financial investments measured at depreciated cost:		
<u>Illiquid debt instruments:</u>		
Deposits with banks and financial institutions	95,897	100,913
Treasury deposits	4,573,956	5,506,565
Illiquid corporate bonds	232,043	242,414
Loans (including investees)	5,666,343	5,658,914
Total financial assets	10,568,239	11,508,806
Financial liabilities:		
Loans from banking corporations	2,292,206	2,292,206
Commercial papers	500,920	500,920
Non-convertible bonds	2,765,274	2,836,012
Liabilities for financial guarantee contracts	11,462	11,462
Liabilities to pay standing orders	873,410	873,410
Loan from non-controlling interests	5,683	5,683
Lease liabilities	70,807	
Total financial liabilities	6,519,762	6,519,693

Notes to the Consolidated Interim Financial Statements

NOTE 11 - CONTINGENT LIABILITIES

A. Class actions and motions to certify lawsuits as class actions

In recent years, there has been a significant increase in the number of motions to certify claims as class actions filed against the Group and in the number of lawsuits recognized as class actions. This is part of an overall increase in motions to certify claims as class actions in general, including against companies engaged in the Group's areas of activity, which stems mainly from the enactment of the Class Actions Law, 2006 (hereinafter - the "**Class Actions Law**"). This trend substantially increases the Group's potential exposure to losses in the event of the lawsuit being certified as a class action against it.

A motion to certify a class action lawsuit may be filed in a lawsuit of a type as detailed in the above-mentioned law, or in a matter with respect to which another statutory provision explicitly stipulates that a class action lawsuit may be filed. It is noted that, since 2006, the definition of a claim in which a class action certification motion may be filed against group companies has become an extremely broad definition, including any issue arising between a company and a customer, regardless of whether or not the parties have engaged in a transaction. In order for a motion to certify a class action lawsuit to be granted, the lead plaintiff must prove, among other things: (1) the existence of a personal cause of action; (2) that the cause of action is sufficiently well established to give the plaintiff a prima facie chance to win the lawsuit; (3) that the cause of action raises a substantive question of fact or law that is common to all members of the represented class, and there is a reasonable possibility that the common questions would be decided in favor of the class; (4) that the dispute can be fairly and efficiently adjudicated as a class action lawsuit; (5) that the plaintiff and its counsel are suitable representatives of the represented class.

Motions to certify claims as class actions are filed through the hearing procedure mechanism set forth in the Class Actions Law. The hearings procedure for motions to certify claims as class actions is divided into two main stages: The first stage is the motion to certify (hereinafter - the "**motion to certify**" and the "**certification stage**", respectively). If the motion to certify is rejected by the court - the hearing stage at the class action level ends. A ruling at the approval stage may be subject to a motion for leave to appeal to the appellate courts. In the second stage, if the motion to certify is accepted, the class action will be heard (hereinafter - the "**class action stage**"). A judgment at the class action stage can be appealed to the appellate courts.

According to the mechanism of the Class Actions Law, there are also, inter alia, specific settlement agreements, both in the certification stage and in the class action stage, as well as arrangements with regard to the plaintiff's withdrawal of the motion to certify or class action lawsuit.

For motions to certify claims as class actions in which the Company's and/or the consolidated companies' defense claims are "more likely than not" to be denied and the proceeding is "more likely than not" to be dismissed (on its merits, or – for a class action lawsuit – to not be certified as a class action lawsuit by the court), according to the management's assessment, based (among other things) on legal opinions it has received – no provision was included in the Financial Statements. For proceedings where it is more likely than not that the defense claims of the Company and/or consolidated companies will be dismissed, in whole or in part, the Financial Statements include provisions to cover the exposure estimated by the Company and/or consolidated companies. For proceedings in preliminary stages whose odds cannot be estimated, no provision was included in the financial statements, see Section B, Subsections 6-16, Section C, Subsections 2-7 and 9-35, and Section D, Subsections 1-3 below. For cases in which the company and/or any of the consolidated companies are willing to settle, a provision has been made according to the willingness to settle, even if it is "more likely than not" that the Company's and/or the consolidated companies' defense claims would be granted, or the proceeding is at a preliminary stage and it is impossible to estimate the proceeding's odds.

Notes to the Consolidated Interim Financial Statements

NOTE 11 - CONTINGENT LIABILITIES (cont.)

A. Class actions and motions to certify lawsuits as class actions (cont.)

With respect to the motions to certify claims as class actions described in Section B, Subsections 1-5, Section C Subsections 1 and 8 and Section D, Subsection 4 below, that the District Court has certified as class action lawsuits – the financial statements include provisions to cover the exposure, as estimated by the Company and/or the consolidated companies, unless, according to the management's assessment, that is based, among other things, on legal opinions it has received, it is "more likely than not" that the Company's and/or the consolidated companies' defense claims on the substantive lawsuit would be accepted, and the lawsuit would be denied, even if it is adjudicated as a class action lawsuit.

It is noted that, for the purposes of this note, lawsuits and motions to certify them as class action lawsuits are deemed material if the claimed amount therein exceed NIS 15 million.

Notes to the Consolidated Financial Statements

NOTE 11 - CONTINGENT LIABILITIES (cont.)

B. Following is a breakdown of the motions with respect to material lawsuits and motions to certify them as class actions:

Serial No.	Date and court (1)	Parties	Main arguments, causes and remedies	Represented class (2)	Details	Claimed amount (3)
1.	01/2008 District Court - Tel Aviv	Life insurance policyholders v. Menora Insurance and additional insurance companies.	The claim is of alleged unlawful overcharging with a payment component in the policies, known as the "sub-annuals" component. Causes of action: breach of the relevant statutory provisions, bad faith, and unjust enrichment. The main remedies being sought: refund of the total sub-annuals that were collected unlawfully, as well as a mandatory injunction ordering the defendants to change their modus operandi.	Any policyholder who has been charged due to the payment component of the policies known as the "sub-annuals," in circumstances and at an amount that deviate from the provisions of the law.	On July 19, 2016, the District Court ruled in favor of certifying the lawsuit as a class action lawsuit. The main cause of action that has been approved is unjust enrichment, and other asserted causes of action were denied. The sought remedy is a refund of the sums that were collected unlawfully in the seven years preceding the day the lawsuit was filed, and a mandatory injunction ordering the defendant to rectify its conduct. On September 26, 2016, the plaintiff appealed the rejection of the individual claim against some of the respondents (including Menora Insurance) before the Supreme Court, concerning the collection of "sub-annuals" at a rate that is claimed to exceed the lawfully permitted rate. On December 15, 2016, Menora Insurance filed a motion for leave to appeal the decision to certify the lawsuit as a class action lawsuit. On May 31, 2018, a judgment was rendered that granted the motion for leave to appeal and denied the appeal; however, on June 26, 2018, the plaintiff filed a motion for a further hearing on the judgment. On July 2, 2019, the Supreme Court granted the motion for a further hearing. On July 4, 2021, a judgment was rendered in the petition for a further hearing, stating that the ruling that certified the lawsuit as a class action would be reinstated, such that the motion to certify would be granted and the case would be returned to the District Court to hear the class action lawsuit on its merits. The lawsuit is under a mediation procedure.	Approx. NIS 2.3 billion, for the last 7 years. Of which, approx. NIS 229 million are attributed to Menora Insurance.

(1) The date the lawsuits and the motions were filed is the original date on which they were filed. The indicated court is the court before which the proceeding had initially been brought.

(2) Based on the class the plaintiff sought to represent in accordance with the statement of claim, which is the basis for the estimated amount claimed.

(3) The claimed amount stated above is the amount the plaintiff had estimated when the lawsuit was filed. The amounts specified in the lawsuits are the plaintiff's estimates, according to the estimated class the plaintiff seeks to represent. In some lawsuits, the plaintiff did not name the claimed amount, and therefore, it was not specified. To the extent that the plaintiff specified an amount attributed to the company, this is noted expressly.

Notes to the Consolidated Financial Statements

NOTE 11 - CONTINGENT LIABILITIES (cont.)

A. Following is a breakdown of the motions with respect to material lawsuits and motions to certify them as class actions: (cont.)

Serial No.	Date and court (1)	Parties	Main arguments, causes and remedies	Represented class (2)	Details	Claimed amount (3)
2.	07/2014 District Court - Central	NGOs and organizations that serve the pensioner population v. Mivtachim Pension and Provident and additional management companies.	Raising the management fees pensioners pay to the maximum management fees permitted by law (0.5% of the accrued balance), while taking advantage of the pensioners' status as a "captive audience" that is barred from moving its accrual to other pension funds, while active colleagues pay significantly lower management fees on average (approx. 0.3% of their accrued balance and approx. 2% of their current contributions). It was further claimed that the defendants do not disclose to their planholders that when they become pensioners, the management fees they pay the defendants would immediately be raised to the maximum management fees. Causes of action: bad faith misuse of a contractual right, the respondents' cartelistic conduct, breach of the fiduciary duties and the duties of care towards the respondents' planholders, breach of the duty of disclosure towards the planholders, an unduly disadvantageous condition in a standard contract, unjust enrichment, breach of statutory duty, and an unlawful failure to notify the planholders of the increased management fees on the eve of their retirement. Main remedies requested: (a) to return the excess management fees unlawfully charged from the class members with interest and linkage; (b) to require the respondents to lower the management fees charged to the pensioners, such that they do not exceed the management fees it charged before each one of them retired; (c) to prohibit the respondents from raising each planholder's management fees immediately before their retirement.	Anyone who is a planholder of a comprehensive new pension fund and is entitled to be paid an old-age pension and/or will be entitled to be paid an old-age pension in the future.	Menora Mivtachim Pension and Provident Funds has submitted its response to the motion. Further to the parties' announcement that the mediation process had failed, the lawsuit was returned to the court for further adjudication. On March 18, 2022, the District Court (Central District) certified the lawsuit as a class action lawsuit. Pursuant to the court's recommendation, the parties entered a mediation proceeding. On January 19, 2026, the parties filed a motion to approve a settlement agreement.	Approx. NIS 48 million for all defendants

Notes to the Consolidated Financial Statements

NOTE 11 - CONTINGENT LIABILITIES (cont.)

B. Following is a breakdown of the motions with respect to material lawsuits and motions to certify them as class actions: (cont.)

Serial No.	Date and court (1)	Parties	Main arguments, causes and remedies	Represented class (2)	Details	Claimed amount (3)
3.	09/2015 District Court - Tel Aviv	An insurance policyholder v. Menora Insurance	The defendant's (alleged) conscious and deliberate policy of disregard for its duty, as required by law and by decided case law, by paying insurance benefits without the lawful interest. Causes of action: unjust enrichment, breach of contract, deprivation, breach of the Commissioner's Directives, and breach of statutory duty. The main sought remedies: to declare and find that the defendant is in breach of its duty to add the lawful interest and linkage to the insurance benefits it pays, and ordering it to rectify its policy immediately and hereafter; to compel the defendant to pay the class members linked interest in accordance with the law, as defined in Section 1 of the Adjudication of Interest and Linkage Law, 1961, or in accordance with the contractual interest rate stipulated in the policy (whichever is higher), for the period commencing on the date of the occurrence of the insured event and ending on the actual insurance benefits payment date, and alternatively, for the period commencing 30 days from the date of delivery of the insurance claim to the defendant and until the actual insurance benefits payment date; to compel the defendant to pay the class members linkage differences and interest due to its underpayment, from the date of underpaying the insurance benefits and until the day the defendant pays the class members the linked interest; in addition and/or alternatively, should the court find that paying the class members damages is impractical – to order the defendant to compensate the general public.	Anyone who was paid insurance benefits from the defendants in the 7 years preceding the day the lawsuit had been filed and/or who will be paid insurance benefits by the respondent before a judgment is rendered in the lawsuit, without lawfully adding interest to the insurance benefits.	The lawsuit, as detailed below, was certified as a class action lawsuit. It is noted that a judgment has recently been rendered in a similar matter (hereinafter – the “ Barr Affair ”) against other insurance companies, which stated that “the claim filing date” (within the meaning of Section 28A to the Insurance Contract Law) on which the 30-day race shall commence, and after which linked interest must be added to the insurance benefits, is the date the insurance company or the insurance agent, whichever is earlier, first received a communication indicating that the policyholder (or a third party or beneficiary) wishes to receive insurance benefits, without needing to attach any document. On May 18, 2021, the defendants in the Barr Affair appealed the judgment before the Supreme Court. At the same time, the District Court certified the lawsuit against Menora Insurance and Shomera on May 26, 2021 (Section 9 below) as a class action lawsuit. Menora Insurance filed its statement of defense on December 14, 2021. On March 13, 2022, the District Court stayed the proceedings in the case, pending a decision on the appeal in the Barr Affair. On November 9, 2022, a ruling was rendered on the Barr Affair, pursuant to which the motion for leave to appeal was denied. Accordingly, the adjudication of the lawsuit in the District Court was resumed. The lawsuit is under a mediation procedure.	At least approx. NIS 50 million

Notes to the Consolidated Financial Statements

NOTE 11 - CONTINGENT LIABILITIES (cont.)

B. Following is a breakdown of the motions with respect to material lawsuits and motions to certify them as class actions: (cont.)

Serial No.	Date and court (1)	Parties	Main arguments, causes and remedies	Represented class (2)	Details	Claimed amount (3)
4.	10/2015 District Court - Tel Aviv	Insurance policyholders v. Shomera Insurance	A lawsuit in which the subject matter, causes of action, and main sought remedies are similar to the lawsuit described above in Section 3.	Anyone who received insurance benefits from the defendant in the 7 years prior to filing the lawsuit and/or at least during the 3 years prior to filing the lawsuit, and/or who will have received insurance benefits from the defendant by the time a judgment is rendered in the lawsuit, without the lawful interest being added to the insurance benefits.	The lawsuit was certified as a class action. See details in Section 3 above.	At least approx. NIS 20 million
5.	07/2018 District Court - Central	Motor insurance policyholders v. Menora Insurance	Failure to compensate policyholders who purchased "motor insurance policies for non-private vehicles and commercial vehicles weighing up to 3.5 tons" for impairment damage caused to their vehicles due to an insured accident. The main causes of action are: breach of contract, unjust enrichment, misleading, bad faith and exploitation of distress and an unduly disadvantageous condition in a standard contract. The main remedies being sought: to issue a mandatory injunction/declaratory remedy and order the defendant to recognize the impairment damage due to an accident as covered damage under the policy; to compensate its policyholders for impairment damage due to an accident, and to award any other remedy that the Honorable Court deems equitable under the circumstances.	All of the respondent's policyholders who were insured under a 'motor insurance policy for non-private vehicles and commercial vehicles weighing up to 3.5 tons,' and whose vehicles had a traffic accident that resulted in their vehicles suffering impairment damage for which the respondent did not compensate them.	The lawsuit is at the stage of motion to certify as a class action. Menora Insurance has submitted its response to the motion. The mediation proceeding between the parties was unsuccessful and the case was returned to the Court. The lawsuit is at the summation stage. On April 10, 2026, the Court certified the lawsuit as a class action.	NIS 63 million

Notes to the Consolidated Financial Statements

NOTE 11 - CONTINGENT LIABILITIES (cont.)

B. Following is a breakdown of the motions with respect to material lawsuits and motions to certify them as class actions: (cont.)

Serial No.	Date and court (1)	Parties	Main arguments, causes and remedies	Represented class (2)	Details	Claimed amount (3)
6.	11/2019 District Court - Tel Aviv	A health insurance policyholder v. Menora Insurance	The motion concerns the claim that the defendant allegedly raises the insurance premiums in contrast with the insurance premiums variation table in the list of terms attached to the policy, and, furthermore, that it changes the insurance premiums during the insurance period, such that fixed insurance premiums become variable insurance premiums, unilaterally and – allegedly – against the law.	All the defendant's policyholders, including in health, long-term care, and life insurance policies of any kind, for whom the defendant raised the insurance premiums, at dates and at rates that are not detailed in the policy, in the 7 years prior to filing the lawsuit, and/or policyholders for whom the defendant raised the insurance premiums even though their policies are claimed to have clarified that their insurance premiums are fixed.	The lawsuit is at the stage of certification as a class action. Menora Insurance has submitted its response to the motion. The lawsuit is under a mediation procedure. On March 10, 2021, the movant announced that the mediation process had ended without reaching a consensus, and the case was returned to the court. On August 2, 2021, there was a pre-trial hearing, in which the parties agreed to hold another mediation process. Further to the unsuccessful mediation and conciliation proceeding, the lawsuit is in the summation stage. Pursuant to the court hearing, the parties entered an additional mediation proceeding. On December 30, 2025, the parties filed with the Court a motion to approve a settlement agreement.	At least NIS 25 million

Notes to the Consolidated Financial Statements

NOTE 11 - CONTINGENT LIABILITIES (cont.)

B. Following is a breakdown of the motions with respect to material lawsuits and motions to certify them as class actions: (cont.)

Serial No.	Date and court (1)	Parties	Main arguments, causes and remedies	Represented class (2)	Details	Claimed amount (3)
7.	04/2020 District Court - Haifa	A policyholder v. Menora Insurance et al.	The motion concerns the claim that the defendants have been collecting excessive insurance premiums on compulsory motor and property insurance policies, despite the significantly lower risk in light of the dramatic reduction in mileage volumes following the spread of Covid-19.	All compulsory motor insurance or comprehensive or third party insurance policyholders during the "effective period" or part thereof, i.e., from March 8, 2020, and until the full and absolute revocation of the movement restrictions imposed on the residents of Israel due to Covid-19.	The lawsuit is at the stage of certification as a class action. Menora Insurance has submitted its response to the motion. The lawsuit is at the summation stage. On August 25, 2025, the District Court handed down a judgment dismissing the certification motions. On November 12, 2025, the movants appealed the District Court's judgment to the Supreme Court.	NIS 132 million
8.	04/2020 District Court - Haifa	A policyholder v. Shomera Insurance et al.	The motion concerns the claim that the defendants have been collecting excessive insurance premiums on compulsory motor and property insurance policies, despite the significantly lower risk in light of the dramatic reduction in mileage volumes following the spread of Covid-19.	All compulsory motor insurance or comprehensive or third party motor insurance policyholders during the "effective period" or part thereof, i.e., from March 8, 2020, and until the full and absolute revocation of the movement restrictions imposed on the residents of Israel due to Covid-19.	The lawsuit is at the stage of certification as a class action. Shomera Insurance has yet to submit its response to the motion. The lawsuit is at the summation stage. On August 25, 2025, the District Court handed down a judgment dismissing the certification motions. On November 12, 2025, the movants appealed the District Court's judgment to the Supreme Court.	NIS 74 million

Notes to the Consolidated Financial Statements

NOTE 11 - CONTINGENT LIABILITIES (cont.)

B. Following is a breakdown of the motions with respect to material lawsuits and motions to certify them as class actions: (cont.)

Serial No.	Date and court (1)	Parties	Main arguments, causes and remedies	Represented class (2)	Details	Claimed amount (3)
9.	04/2020 District Court - Central	A policyholder v. Menora Insurance et al.	The motion concerns the claim that the defendants do not reduce and do not refund their compulsory motor insurance and comprehensive and third party motor property insurance policyholders for the allegedly excessive insurance premiums they had paid, in light of the extremely reduced risk level to which the defendants are exposed following the dramatic reduction in economic activity due to Covid-19 outbreak and the reduced volumes of road traffic.	All the defendants' policyholders who held compulsory motor insurance or comprehensive property and third party motor insurance policies on March 12, 2020, and until the date the lawsuit was filed (hereinafter - the " Relevant Period ") and who did not receive a refund or reduced insurance premiums with respect to this period, at a rate and at an amount that correspond to the reduction in the insurance risk.	The lawsuit is at the stage of certification as a class action. Menora Insurance has submitted its response to the motion. The lawsuit is at the summation stage. On August 25, 2025, the District Court handed down a judgment dismissing the certification motions. On November 12, 2025, the movants appealed the District Court's judgment to the Supreme Court.	NIS 107 million
10.	08/2020 District Court - Central	A planholder v. Menora Insurance et al.	The lawsuit concerns the claim that when stipulating an exclusion in the policy due to the policyholder's medical condition, the defendants allegedly charge an excess premium, because the exclusion is claimed to reduce the insurer's insurance risk, compared with policies with no exclusions.	Anyone who was a policyholder in the period beginning 7 years before the day of filing the claim and ending on the day of its certification as a class action, under an insurance policy for disability, long-term care, life, PHI, personal accidents, health (including critical illness, surgeries and transplants in Israel or abroad, medications, ambulatory procedures or any other medical coverage) that contains an exclusion.	The lawsuit is at the stage of certification as a class action. Menora Insurance has submitted its response to the motion. The lawsuit is under a mediation procedure.	Approx. NIS 1.9 billion for all defendants, of which, an estimated 6% are against Menora Insurance.

Notes to the Consolidated Financial Statements

NOTE 11 - CONTINGENT LIABILITIES (cont.)

B. Following is a breakdown of the motions with respect to material lawsuits and motions to certify them as class actions: (cont.)

Serial No.	Date and court (1)	Parties	Main arguments, causes and remedies	Represented class (2)	Details	Claimed amount (3)
11.	12/2020 District Court - Central	A policyholder v. Menora Insurance	The lawsuit concerns the claim that the defendant markets health insurance policies that include riders that are intended to provide the policyholders with medical services, but in practice, allegedly, the medical service is not provided, or it is provided only partially by the defendant or anyone on its behalf. The main causes of action according to the motion are, inter alia: breach of contract, breach of the duty of good faith in fulfilling a contract, unjust enrichment. The main remedies the plaintiffs are petitioning for are: reimbursement of the insurance premiums that were allegedly charged unlawfully, reimbursement of any amount the class members paid for treatment privately, and alternatively, the difference between any amount thus paid and the amount received from the defendant, and reimbursement of deductible amounts; the above – plus linkage differences and interest.	All the defendant's policyholders that have health insurance policies that include riders, to whom the service was not provided by the defendant or anyone on its behalf in practice, in the 3 years prior to filing the lawsuit (regarding payment of insurance benefits), and 7 years prior to filing the lawsuit (regarding the reimbursement of insurance premiums), as applicable.	The lawsuit is at the stage of certification as a class action. Menora Insurance has submitted its response to the motion. The lawsuit is under a mediation procedure. The mediation process had failed, the lawsuit was returned to the court for further adjudication. The lawsuit is at the summation stage.	NIS 46.4 million
12.	07/2021 District Court - Tel Aviv	A policyholder v. Menora Insurance et al.	The lawsuit concerns the claim that when paying pensions, the defendant reduces the accrued monthly return for the "cash surrender value" balance, at a rate of 2.5% (or any other rate), allegedly without a contractual basis in the policy's terms and in contravention of the law. The main causes of action are, inter alia: breach of contract, breach of statutory duty, breach of duty of disclosure, breach of fiduciary duty and the duty of good faith, and unjust enrichment. The main remedies are, inter alia: to issue a declaratory order stating that deducting the interest from the monthly return is a breach in accordance with the aforementioned causes of action, and to order the recovery of all amounts that were unlawfully withheld, plus linkage differences and interest, as well as to order the defendants to cease deducting interest from the monthly return.	All of the defendant's policyholders who purchased life insurance policies that include savings accrual from the defendant, issued between the years 1991 and 2004, from whom interest was and/or will be deducted at a rate that is not specified in the policy.	The lawsuit is at the stage of certification as a class action. Menora Insurance has submitted its response to the motion. The lawsuit is under a mediation procedure.	Much higher than NIS 2.5 million

Notes to the Consolidated Financial Statements

NOTE 11 - CONTINGENT LIABILITIES (cont.)

B. Following is a breakdown of the motions with respect to material lawsuits and motions to certify them as class actions: (cont.)

Serial No.	Date and court (1)	Parties	Main arguments, causes and remedies	Represented class (2)	Details	Claimed amount (3)
13.	09/2022 District Court - Tel Aviv	A policyholder v. Menora Insurance and additional insurance companies	The lawsuit concerns the claim that the defendants violate the terms of the insurance contract between the parties by refusing to cover medical cannabis purchase expenses.	All of the defendants' policyholders who had purchased coverage for pharmaceuticals that are excluded from the Healthcare Services Basket, who were not reimbursed for their medical cannabis expenses.	The lawsuit is at the stage of certification as a class action. Menora Insurance has submitted its response to the motion. The lawsuit is under a mediation procedure.	NIS 30 million (at least)
14.	01/2026 District Court - Tel Aviv	Shareholder v. Menora Holdings et al.	The action concerns allegations that Menora Holdings breached its disclosure obligations applicable to it with respect to the occurrence or suspected occurrence of alleged criminal acts, and regarding the likelihood of prosecution of Menora Holdings and its officers. The main causes of action are breach of disclosure obligations and misleading of public shareholders. The principal relief sought is damages to the class members for impairment of the share price resulting from the aforementioned breach of disclosure and reporting obligations.	All persons from among the public who held shares of Menora Holdings at the end of the trading day on December 29, 2025, prior to the report.	The lawsuit is at the stage of certification as a class action. Menora Holdings has yet to submit its response to the motion.	Between NIS 589 and NIS 836 million.
15.	7/2026 Labor Court - Tel Aviv	A policyholder v. Menora Insurance	The action concerns allegations that the defendant collects management fees from its policyholders in life insurance policies with a savings component of the type "annuity for individuals advantage – investment income profit-sharing", which are not stipulated in the policy, contrary to the law and are higher than the fee permitted by law.	Any person who was or is a policyholder of the defendant in life insurance policies "with a savings component of the type "annuity for individuals advantage – investment income profit-sharing", issued before January 12, 2004, from whom the defendant collected other management fees and variable management fees during the effective period, as defined in the motion, contrary to the provisions of the relevant regulations as defined in the motion.	The lawsuit is at the stage of certification as a class action. Menora Insurance has yet to submit its response to the motion.	More than NIS 700 million.

Notes to the Consolidated Financial Statements

NOTE 11 - CONTINGENT LIABILITIES (cont.)

C. Other lawsuits:

In addition to the material lawsuits and motions to certify them as class action lawsuits, as detailed above, which were certified or which are pending certification, there are other such lawsuits and motions to certify them as class action lawsuits, for which the claimed amount in each of them is immaterial, and therefore, no detailed description of them is included in the financial statements:

Serial No.	Date and court	Parties	Main arguments	Details	Claimed amount
1.	08/2019 District Court - Central	Israel Consumers Council v. Menora Insurance et al.	The lawsuit concerns the claim that when there is a total loss event following an accident or theft (hereinafter - the “insured event”), the defendants do not return the rate of the insurance premiums attributed to the policy’s various riders (e.g., roadside repairs, towing, and windshield repair) for the remaining insurance period after the date of the aforementioned insured event.	The lawsuit is at the stage of certification as a class action. Menora Insurance has submitted its response to the motion. On December 5, 2023, the Court certified the lawsuit as a class action. On February 1, 2024, Menora Insurance filed a motion to appeal the decision to the Supreme Court. The hearing on the motion for leave to appeal took place on May 22, 2024, and Menora Insurance withdrew the motion for leave to appeal in accordance with the court’s recommendation. The lawsuit is at the summation stage.	Not quantified, in the absence of data (the lead plaintiffs estimate that the damage to all class members is measurable in tens of millions of NIS).
2.	08/2019 District Court - Central	Israel Consumers Council v. Shomera et al.	A lawsuit in which the subject matter, causes of action, and main sought remedies are similar to the lawsuit described above in Section 1.	The lawsuit is at the stage of certification as a class action. Shomera has submitted its response to the motion. See further details in Section 1 above.	Not quantified, in the absence of data (the lead plaintiffs estimate that the damage to all class members is measurable in tens of millions of NIS).
3.	05/2020 District Court - Tel Aviv	A planholder v. Menora Mivtachim Pension and Provident Funds and Menora Mivtachim, Israel Engineers Association et al.	The lawsuit concerns the claim that the defendants erroneously record some of the contributions into study funds as contributions that exceed the qualifying contribution ceiling, and therefore, the gains arising from these contributions are taxed with the capital gains tax.	The lawsuit is at the stage of certification as a class action. Menora Mivtachim Pension and Provident Funds has submitted its response to the motion. The lawsuit is under a mediation procedure.	Not quantified.

Notes to the Consolidated Financial Statements

NOTE 11 - CONTINGENT LIABILITIES (cont.)

C. Other lawsuits: (cont.)

Serial No.	Date and court	Parties	Main arguments	Details	Claimed amount
4.	02/2021 Lod District Court	A policyholder v. Menora Insurance	The lawsuit concerns the claim that the defendant interprets the provisions of the Supervision of Insurance Business Regulations, according to which only claims submitted by the policyholder and whose amount exceeds 35% of the annual premium paid by the policyholder may be included in the policyholder's claims report, in an arbitrary manner and in bad faith, in that its report also includes cases in which, within the defendant's independent treatment of and investigation into the policyholder's claim, it paid funds to various entities other than the policyholders.	The lawsuit is at the stage of certification as a class action. Menora Insurance has submitted its response to the motion. The mediation proceeding between the parties was unsuccessful and the case was returned to the Court. The lawsuit is at the summation stage.	Not quantified.
5.	04/2021 District Court - Tel Aviv	A planholder v. Menora Mivtachim Pension and Provident Funds	The lawsuit concerns the claim that when the defendants' customers browsed their personal information section using the digital services on the defendants' website and/or mobile applications, the customers' personal and confidential information was transferred to third parties (without their consent), specifically to Google and its advertising service.	The lawsuit is at the stage of certification as a class action. Menora Mivtachim Pension and Provident Funds has submitted its response to the motion. The mediation proceeding between the parties was unsuccessful and the case was returned to the Court. The lawsuit is at the summation stage.	More than NIS 2.5 million
6.	04/2022 District Court - Jerusalem	A policyholder v. Menora Insurance	The lawsuit concerns the claim that the defendant does not recognize a surgery that must be performed as an insured event, arguing that it is a preventive surgery that does not fall under the definition of "surgery" according to the policy.	The lawsuit is at the stage of certification as a class action. Menora Insurance has submitted its response to the motion. The lawsuit is at the summation stage.	NIS 3 million
7.	09/2022 District Court - Tel Aviv	A policyholder v. Menora Insurance	The lawsuit concerns the claim that the defendant allegedly discriminates against the insured men in its health insurance policies' ambulatory services appendix, by refusing to reimburse men for the cost they had incurred in pregnancy-related, childbirth-related and newborn care-related expenses.	The lawsuit is at the stage of certification as a class action. Menora Insurance has submitted its response to the motion. The lawsuit is under a mediation procedure.	More than NIS 2.5 million

Notes to the Consolidated Financial Statements

NOTE 11 - CONTINGENT LIABILITIES (cont.)

C. Other lawsuits: (cont.)

Serial No.	Date and court	Parties	Main arguments	Details	Claimed amount
8.	11/2022 District Court - Central	A policyholder v. Shomera	The lawsuit concerns the claim that the defendant markets certain motor property insurance plans to its policyholders that include riders as an inherent part, allegedly without presenting the price of the rider to the customers in the marketing process and after it is complete, and without allowing them to waive the rider and in return, be offered a lower price that would reflect the excluded service cost, such that purchasing the riders allegedly becomes a condition for the insurance plan.	The lawsuit is at the stage of certification as a class action. Shomera Insurance has yet to submit its response to the motion. On February 3, 2025, the court granted the motion to certify and, accordingly, the lawsuit is at the evidence stage.	More than NIS 2.5 million
9.	7/2023 District Court - Tel Aviv	A policyholder v. Menora Insurance	The lawsuit concerns the claim that the defendant does not make adequate representations regarding the professional liability policies for lawyers that it has been marketing since it has won the Israel Bar Association's tender in 2016, and that when a policyholder seeks to realize their coverage under the aforementioned policy and/or under any other policy marketed by Menora Insurance and that covers legal expenses and/or defense expenses – Menora Insurance violates its obligations under the policy and acts unlawfully by impairing the policyholder's ability to be defended by an attorney who is not on Menora Insurance's list of service providers, including by limiting the attorney's fees payable to them.	The lawsuit is at the stage of certification as a class action. Menora Insurance has submitted its response to the motion.	More than NIS 2.5 million

Notes to the Consolidated Financial Statements

NOTE 11 - CONTINGENT LIABILITIES (cont.)

C. Other lawsuits: (cont.)

Serial No.	Date and court	Parties	Main arguments	Details	Claimed amount
10.	11/2023 District Court - Tel Aviv	A policyholder v. Menora Insurance et al.	The lawsuit concerns the claim that following an extreme event, such as the Iron Swords War, the risk declines dramatically, which is expected to result in a substantial and unplanned profit for insurance companies. That on the date of purchasing the policies of any of the respondents by the movants and class members, the risk and/or odds of a sudden attack, as had occurred in the Iron Swords War, was not taken into account when the premiums had been set, and that not providing the service and/or full or partial insurance coverage is egregious in light of the substantially reduced risk, especially to those who had been conscripted in an emergency call-up of reservists.	The lawsuit is at the stage of certification as a class action. Menora Insurance has submitted its response to the motion.	NIS 10 million
11.	1/2024 Labor Court - Haifa	A policyholder v. Menora Mivtachim Pension and Provident Funds	The action involves the claim that the pension fund managed by the defendant unlawfully collects insurance coverage costs (insurance premiums), which are higher than those it was entitled to collect, while reducing the accumulation amount, for the following reasons: (a) The calculation of the determinative salary is too high in relation to the correct calculation and therefore the collection of insurance coverage costs are higher than the insurance coverage costs which should have been collected; (b) Collection of insurance coverage costs for a full month in relation to the month in which the planholder joined the pension fund (instead of only partial collection according to the part of the month in which the planholder was actually a planholder and received insurance coverage from the pension fund); (c) Collection of insurance coverage costs for a deposit received from the employer retroactively, even though according to the regulations, a retroactive deposit does not grant the planholder insurance coverage for the period preceding the date of its receipt.	The lawsuit is at the stage of certification as a class action. Menora Pension and Provident Funds has submitted its response to the motion. The lawsuit is under a mediation procedure.	More than NIS 2.5 million
12.	2/2024 District Court - Tel Aviv	A policyholder v. Shomera	The action involves the claim that the defendant reduces various amounts when paying insurance benefits as part of comprehensive motor insurance policies, based on "reducing variables" or "special variables," which were not specified to policyholders in the pre-contractual phase, contrary to the circular, "Motor (Property) Insurance - Insurance Benefits in Case of a Total Loss."	The lawsuit is at the stage of certification as a class action. Shomera has submitted its response to the motion. The lawsuit is under a mediation procedure.	More than NIS 2.5 million

Notes to the Consolidated Financial Statements

NOTE 11 - CONTINGENT LIABILITIES (cont.)

C. Other lawsuits: (cont.)

Serial No.	Date and court	Parties	Main arguments	Details	Claimed amount
13.	5/2024 District Court - Central	A policyholder v. Menora Insurance et al.	The claim alleges that the respondents violate the provision of the Supervision Law and Commissioner's Circulars with respect to marketing and sale of riders for related services in motor comprehensive or third party insurance, such as: repair of windshields and headlights, towing and rescue, etc.	The lawsuit is at the stage of certification as a class action. Menora Insurance has yet to submit its response to the motion. The lawsuit is under a mediation procedure. The mediation failed, the lawsuit was returned to the court for further adjudication.	More than NIS 2.5 million
14.	5/2024 District Court - Central	A policyholder v. Menora Mivtachim Pension and Provident Funds	The lawsuit concerns the claim that the defendant raised the management fees that the plaintiff paid in the investment provident fund due to the cessation of contributions to the investment provident fund, and this (according to the claim) is contrary to the provisions of the fund regulations (based on the Standard Policy that the Commissioner of the Capital Market, Insurance and Savings Authority published in 2016) and allegedly contrary to the provisions of the accession form that the planholder signed.	The lawsuit is at the stage of certification as a class action. Menora Pension and Provident Funds has submitted its response to the motion.	More than NIS 2.5 million
15.	6/2024 District Court - Central	A policyholder v. Menora Insurance	The lawsuit concerns the allegation of the respondent's allegedly wrongful and unlawful practice of automatically renewing home insurance policies, while raising insurance premiums, on the pretext of revoking a "special discount" that does not apply to renewals, without notice and without consent, in contravention of the law.	The lawsuit is at the stage of certification as a class action. Menora Insurance has submitted its response to the motion. The lawsuit is under a mediation procedure. The mediation process had failed, the lawsuit was returned to the court for further adjudication.	More than NIS 2.5 million
16.	7/2024 District Court - Lod	A policyholder v. Menora Insurance	The lawsuit concerns the allegation that the defendant allegedly breaches the terms of the critical illness insurance policies and the Capital Market Commissioner's circular, in that, as alleged, the defendant allegedly denies cases that are medically diagnosed as severe heart attacks and does not define them as insured events under the policy, allegedly based on archaic laboratory-biochemical criteria.	The lawsuit is at the stage of certification as a class action. Menora Insurance has yet to submit its response to the motion. On March 9, 2026, a settlement agreement approval motion was filed with the Court.	More than NIS 2.5 million

Notes to the Consolidated Financial Statements

NOTE 11 - CONTINGENT LIABILITIES (cont.)

C. Other lawsuits: (cont.)

Serial No.	Date and court	Parties	Main arguments	Details	Claimed amount
17.	7/2024 District Court - Lod	A policyholder v. Menora Insurance	The lawsuit concerns the allegation that the defendant allegedly breaches the terms of its TOP Premium (Mushlemet TOP) health insurance policies, in that, according to the allegation, claims due to the medical procedure of ultrasound imaging-guided injections are allegedly denied by the defendant, unlawfully, due to an injection exception in the definition of “surgery” under the policy, and in that, according to the allegation, compensation claims for surgeries carried out overseas are allegedly denied unlawfully on the grounds that the coverage for private surgeries overseas does not include compensation for the surgery but indemnification for receipts and/or direct payment to the service providers, in accordance with the terms.	The lawsuit is at the stage of certification as a class action. Menora Insurance has yet to submit its response to the motion.	More than NIS 2.5 million
18.	01/2025 District Court - Central	A policyholder v. Menora Insurance	The lawsuit concerns the claim that the defendant does not compensate and/or indemnify the members of the Group as defined below, taking into account the costs of the actual surgery, but allegedly according to much lower amounts, and that the prices of the surgeries listed in the calculator are not based, according to the claim, on the real prices that the defendant pays in connection with the surgeries, contrary to the provisions of the law. Including a judgment given in the defendant's case in Class Action 564-04-09 Kidishman v. Menora.	The lawsuit is at the stage of certification as a class action. Menora Insurance has yet to submit its response to the motion.	More than NIS 3.6 million
19.	02/2025 District Court - Central	A policyholder v. ERN Israel Ltd.	The lawsuit concerns the allegation that the defendant collects fees - primarily a “collection fee” - from consumers who make payments to various merchants without having a contract in place and without sufficient disclosure of the amount of the fees (neither upon signing the letter of commitment signed by the movant nor afterwards). The causes of action asserted in the motion to certify include breach of the provisions of Section 13B2 of the Consumer Protection Law, breach of statutory duty (being the duty set forth in Section 13B2 of the Consumer Protection Law), breach of contract, breach of the duty of good faith, and unjust enrichment. The principal remedies sought are damages and restitution of amounts allegedly collected unlawfully, together with linkage differentials and interest, as well as a permanent injunction prohibiting the defendant from charging any additional payments, including collection fees.	The lawsuit is at the stage of certification as a class action. ERN has submitted its response to the motion. The lawsuit is under a mediation procedure.	More than NIS 2.5 million

Notes to the Consolidated Financial Statements

NOTE 11 - CONTINGENT LIABILITIES (cont.)

C. Other lawsuits: (cont.)

Serial No.	Date and court	Parties	Main arguments	Details	Claimed amount
20.	02/2025 Labor Court - Tel Aviv	A planholder v. Menora Mivtachim Pension and Provident Funds	The lawsuit concerns the allegation that the defendant collected management fees at a rate higher than 0.3% from holders of "dormant accounts" in a provident fund and from the accounts of deceased persons whose successors were not detected, without acting to renew contact with the planholders or to detect their successors as required under the regulations. The alleged causes of action include, among other things, breach of statutory duty, breach of the fiduciary duty, negligence, unjust enrichment, bad faith, breach of autonomy and equality, misrepresentation, and fraud. The main remedies claimed are: Compensation for the damage, including restitution of the management fees, which were allegedly collected at a rate higher than the rate set, mandatory injunction to the defendant requiring it to act to detect the account holders, contact with whom has been lost, and the successors/beneficiaries of deceased planholders.	The lawsuit is at the stage of certification as a class action. Menora Pension and Provident Funds has submitted its response to the motion.	More than NIS 2.5 million
21.	03/2025 District Court - Central	A policyholder v. Menora Insurance	The lawsuit concerns the allegation that the defendant pays funds arising from insurance premium refunds by means of checks instead of bank transfer or crediting a credit card.	The lawsuit is at the stage of certification as a class action. Menora Insurance has submitted its response to the motion.	More than NIS 2.5 million
22.	05/2025 District Court - Central	A policyholder v. ERN Israel Ltd.	The lawsuit concerns an allegation that the defendant continues to charge the movant for services they purchased from a company, which encountered financial difficulties and an insolvency proceeding and ceased to provide the movant with the services they purchased. The main causes of action are breach of contract, breach of good-faith duty, breach of statutory duty and unjust enrichment.	The lawsuit is at the stage of certification as a class action. ERN has yet to submit its response to the motion. The lawsuit is under a mediation procedure.	More than NIS 2.5 million

Notes to the Consolidated Financial Statements

NOTE 11 - CONTINGENT LIABILITIES (cont.)

C. Other lawsuits: (cont.)

Serial No.	Date and court	Parties	Main arguments	Details	Claimed amount
23.	05/2025 District Court - Central	A policyholder v. Menora Insurance	The Claim concerns the allegation that the defendants condition the sale of Compulsory Motor insurance on the purchase of an additional product (comprehensive insurance, third-party insurance, or another product), and in doing so breach the provisions of Section 57 of the Financial Services Supervision Law (Insurance), 1981, and other statutory provisions. The alleged causes of action are, inter alia, breach of statutory duty, negligence, breach of duty of care, contractual causes, and unjust enrichment. The principal remedies are monetary remedy, compensation for non-pecuniary damage, and a declaratory remedy ordering cessation of the alleged breach.	The lawsuit is at the stage of certification as a class action. Menora Insurance has submitted its response to the motion.	More than NIS 2.5 million
24.	05/2025 District Court - Central	A policyholder v. Shomera	A lawsuit in which the subject matter, causes of action, and main sought remedies are similar to the lawsuit described above in Section 23.	The lawsuit is at the stage of certification as a class action. Shomera has submitted its response to the motion. See further details in Section 23 above.	More than NIS 2.5 million
25.	06/2025 District Court - Central	A policyholder v. Menora Insurance	The lawsuit concerns the allegation that the plaintiff allegedly sets the insurance coverage rate such that their cumulative rate exceeds the limit of 35% by removing the permanent health insurance component from the calculation base where it is paid at the expense of the employer - allegedly in breach of statutory provisions. The principal alleged causes of action are, inter alia, breach of statutory duty, breach of the policy provisions, breach of the duty of good faith, and unjust enrichment. The principal remedies are a declaratory order stating that the defendant acted unlawfully and compensation to the class members for their damages.	The lawsuit is at the stage of certification as a class action. Menora Insurance has submitted its response to the motion.	More than NIS 3 million

Notes to the Consolidated Financial Statements

NOTE 11 - CONTINGENT LIABILITIES (cont.)

C. Other lawsuits: (cont.)

Serial No.	Date and court	Parties	Main arguments, causes and remedies	Details	Claimed amount
26.	08/2025 Magistrate Court, Beit She'an	A policyholder v. Shomera	The Claim concerns the allegation that the defendant adopted an improper practice in cases of a "constructive total loss" (over 50% of the value of the vehicle but less than 60%), and even in cases that do not fall within the definition of "constructive total loss," to compensate its policyholders and/or any other damaged third party, as a matter of routine, as if the vehicle had been a total loss, all at its own discretion and without obtaining the consent of the policyholder and/or the damaged party as required by law and pursuant to the terms of the standard policy. The alleged causes of action are, inter alia, unjust enrichment, breach of statutory duty, fraud, negligence, and the duty of good faith. The principal remedies are the restitution of amounts deducted from the policyholders and the third parties, as well as legal fees and compensation to the Movant.	The lawsuit is at the stage of certification as a class action. Shomera has submitted its response to the motion.	More than NIS 2.5 million
27.	12/2025 District Court - Central	A policyholder v. Menora Insurance	The action concerns allegations that, in cases of bounced payments, including those where insurance premiums paid by credit card or direct debit are reversed, Menora Insurance charges additional amounts exceeding the original returned amount, without such charges being contractually stipulated, and that Menora Insurance collects these amounts from policyholders without divulging that an additional amount has been added to the outstanding balance. The main causes of action include, among other things: unjust enrichment, breach of contract, lack of good faith, breach of disclosure obligations, and an unduly disadvantageous condition in a standard form contract. The principal remedies sought are monetary relief, declaratory relief, and injunctive relief. The principal remedies sought are monetary relief, declaratory relief, and mandatory injunctions.	The lawsuit is at the stage of certification as a class action. Menora Insurance has yet to submit its response to the motion.	More than NIS 3 million
28.	03/2026 District Court - Tel Aviv	A policyholder v. Menora Insurance	The subject matter of the action concerns an allegation that the defendant is purportedly in breach of the terms of the long-term care insurance policies, in that, as claimed, it requires policyholders, or their heirs or estates, to reimburse long-term care insurance benefits that were paid to them for the portion of the month in which the policyholder passed away. The main causes of action set forth in the motion include, inter alia: breach of contract; violation of the provisions of the Insurance Contract Law and the Financial Services Supervision Law (Insurance); unjust enrichment; breach of the duty of good faith; and breach of statutory duty. The principal remedies sought are: a mandatory injunction ordering the defendant to pay long-term care benefits in respect of the month of death in full and not to demand their reimbursement; an award of pecuniary and non-pecuniary damages; as well as legal fees and a reward to the applicant.	The lawsuit is at the stage of certification as a class action. Menora Insurance has yet to submit its response to the motion.	Estimated in NIS million

Notes to the Consolidated Financial Statements

NOTE 11 - CONTINGENT LIABILITIES (cont.)

C. Other lawsuits: (cont.)

Serial No.	Date and court	Parties	Main arguments, causes and remedies	Details	Claimed amount
29.	4/2026 District Court - Nof HaGalil- Nazareth	A policyholder v. Menora Insurance	The lawsuit concerns allegations that the respondent fails to comply with statutory provisions by not adding the full interest and/or linkage to the compensation amounts it pays for property damage to its policyholders and to third parties harmed by their actions. Main causes of action: Violation of Sections 28(a) and 56(a) to the Insurance Contract Law. Main remedies: Reimbursement to each class member of any amount unlawfully deducted from the compensation amount paid to them.	The lawsuit is at the stage of certification as a class action. Menora Insurance has yet to submit its response to the motion.	Not quantified.
30.	4/2026 District Court - Central	A policyholder v. Menora Insurance	The lawsuit concerns allegations that, when paying insurance benefits, the defendant fails to add linkage differences to insurance benefits which indemnify policyholders for expenses incurred, where the reimbursement is lower than the policy's indemnity limit (hereinafter – the " Motion or Lawsuit "). Main causes of action: unjust enrichment, breach of statutory duty, breach of Section 28 to the Insurance Contract Law, 1981. Key remedies: 1. Supplementing insurance benefits plus special interest. 2. A mandatory injunction instructing the defendant to act in accordance with the provisions of Section 28(a) to the Insurance Contract Law.	The lawsuit is at the stage of certification as a class action. Menora Insurance has yet to submit its response to the motion	More than NIS 2.5 million
31.	4/2026 District Court - Jerusalem	A policyholder v. Shomera	The lawsuit concerns allegations that the defendant: 1. Pays insurance benefits and refunds by check, instead of by bank transfer or crediting a credit card; 2. Does not pay interest and linkage as required by law on the diminished value component; 3. Deducts a deductible for diminished value calculated as a percentage of the vehicle's value, without the policy explicitly stating that this is the basis of calculation; 4. Does not inform customers of their entitlement to reimbursement of amounts stolen, deducted in excess, or double the amounts due, and does not refund them with interest and linkage as required by law. Main causes of action: breach of contract, misrepresentation, negligence, bad faith and unjust enrichment. Key remedies: 1. An injunction for proactive payment by bank transfer or crediting a credit card. 2. An injunction for payment of diminished value, plus linkage and interest as required by law. 3. An injunction to cease the misleading conduct and update policies and disclosure documents. 4. An injunction to identify and reimburse amounts collected in excess or double, plus interest and linkage.	The lawsuit is at the stage of certification as a class action. Shomera has yet to submit its response to the motion	More than NIS 2.5 million

Notes to the Consolidated Financial Statements

NOTE 11 - CONTINGENT LIABILITIES (cont.)

C. Other lawsuits: (cont.)

Serial No.	Date and court	Parties	Main arguments, causes and remedies	Details	Claimed amount
32.	6/2026 Labor Court - Tel Aviv	A policyholder v. Menora Mivtachim Pension and Provident Funds	The lawsuit concerns allegations that the plaintiff took several loans from the pension fund managed by the defendant and paid a collection fee of NIS 4 per month for each loan taken, without being informed of the actual cost of the credit prior to taking the loans, in violation of the Fair Lending Law, 1993. The main causes of action are breach of statutory duty, breach of the duty of care and negligence, unjust enrichment, bad faith and an unfair term in a standard-form contract. The main remedies sought are restitution of the financial damage incurred by class members due to the respondent's misconduct and improper overcharging, alongside an order instructing the respondent to amend the loan agreements in accordance with the law - including refraining from collecting the payment known as the 'collection fee' and curing the defects such that all legally required loan data is properly presented and disclosed to the borrowers.	The lawsuit is at the stage of certification as a class action. Menora Mivtachim Pension and Provident Funds has not yet submitted its response to the motion.	More than NIS 2.5 million
33.	6/2026 District Court - Central	A policyholder v. Menora Insurance	The lawsuit concerns allegations regarding the defendant's policy, under which a person who requests to terminate an insurance policy after the 15th of the month is not entitled to a refund for the balance of that month, whereas a person who terminates the policy before the 15th of the month will not be required to pay the proportionate share for the month of termination. The main causes of action are: Breach of contract, violation of the provisions of the Insurance Contract Law, misleading, unjust enrichment and negligence. The main remedies sought are to order the defendant to pay class members the proportionate share of the premium for the month of termination, plus interest and linkage differentials; to order the defendant to amend its conduct as aforesaid; to award any other remedy in favor of the class members; and to determine the compensation and legal fees for the plaintiff and class counsel.	The lawsuit is at the stage of certification as a class action. Menora Insurance has yet to submit its response to the motion	More than NIS 2.5 million
34.	6/2026 District Court - Central	A policyholder v. Shomera	The lawsuit concerns allegations that the defendant violated its expanded disclosure obligation, as well as the obligation to reveal and specify insurance coverage restrictions in a clear and prominent manner, as required by Section 3 of the Insurance Contract Law and case law. As claimed in the lawsuit, the policy's wording and respondents' publications create a misleading representation of 'full coverage' for pet illnesses, while effectively excluding essential medical treatments without explicitly specifying the exclusions. The main causes of action are breach of the insurance contract, deception, breach of an heightened duty of good faith, negligence, unjust enrichment, breach of statutory duty. The main remedies sought are compensation of the movant and each of the class members for the pecuniary damage incurred by him.	The lawsuit is at the stage of certification as a class action. Shomera has yet to submit its response to the motion	NIS 97 million

Notes to the Consolidated Financial Statements

NOTE 11 - CONTINGENT LIABILITIES (cont.)

D. Concluded lawsuits

Serial No.	Date and court	Parties	Main arguments, causes and remedies	Details	Claimed amount
1.	6/2024 District Court - Haifa	A policyholder v. Shomera	The lawsuit concerns the allegation that the windshield installers working on behalf of the respondents under a "windshield insurance" rider (hereinafter - the " rider ") do not carry out an inspection and/or calibration of the safety system installed on the vehicle's front windshield when dismantling the broken windshield and installing the new (spare) windshield, and are thus in breach of the provisions of the law and its undertakings under the policy and the riders.	The lawsuit is at the stage of certification as a class action. Shomera has submitted its response to the motion. On January 27, 2026, a motion for approval of voluntary dismissal and withdrawal of the motion to certify was filed. On February 19, 2026, the court granted a motion to withdraw, and thus the lawsuit was concluded.	More than NIS 2.5 million.
2.	12/2024 Regional - Tel Aviv	A policyholder v. Menora Insurance	The lawsuit concerns the claim that the defendant imposes on the policyholders in the PHI policies a professional supplement due to a change in occupation in a manner that reduces the insurance benefits that it must pay and this is allegedly unlawful.	The lawsuit is at the stage of certification as a class action. Menora Insurance has submitted its response to the motion. On March 10, 2026, the Court granted the motion to withdraw, thereby terminating the action.	NIS 10 million
3.	10/2023 District Court - Tel Aviv	A policyholder v. Shomera et al.	The lawsuit concerns the claim that the defendants provide, along with motor insurance policies, riders for the provision of towing services for vehicles that allegedly do not provide a lift towing service for vehicles requiring this (as distinct from flat towing) and charges the vehicle owners an additional separate payment for the said service.	The lawsuit is at the stage of certification as a class action. Shomera has submitted its response to the motion. On November 29, 2024, the court decided to strike the motion. On January 26, 2025, the movants appealed the judgment to the Supreme Court. On June 24, 2025, a judgment was handed down granting the Appeal, in the sense that the case will be remanded to the District Court in order for it to rule separately on the withdrawal arrangement that has not yet been formulated. On May 5, 2026, the court granted a motion to withdraw, and thus the lawsuit was concluded.	According to the plaintiff's estimate - NIS 80 million
4.	12/2018 District Court - Tel Aviv	A private dwelling insurance policyholder v. Menora Insurance et al.	The lawsuit concerns the claim that superfluous and excessive insurance premiums were charged unlawfully for unnecessary insurance policies that had been issued to structure owners who had taken out a mortgage loan and had been required to insure the structure in favor of the lending bank, despite the fact that there was already a policy in place when they were issued, whether with the same insurer or with another insurer which insured the same building for the same period.	The lawsuit is at the stage of certification as a class action. Menora Insurance has submitted its response to the motion. On November 24, 2023, the Court approved the motion to certify the lawsuit as a class action lawsuit. On April 1, 2025, a motion was filed to approve a settlement agreement that is subject to the court's approval. On May 20, 2026, the court approved the settlement agreement, and thus the lawsuit was concluded.	Approx. NIS 280 million for all defendants

Notes to the Consolidated Financial Statements

NOTE 11 - CONTINGENT LIABILITIES (cont.)

Class actions and motions to certify lawsuits as class actions (cont.)

Summary table:

The following table summarizes the amounts claimed in pending motions to certify claims as class actions, claims certified as class actions and other material claims against the Group, as noted by the plaintiffs in the statements of claim filed on their behalf. It is hereby clarified that the claimed amount does not necessarily constitute a quantification of the exposure amount assessed by the Group, since these are assessments on behalf of the plaintiffs which will be litigated as part of the legal proceedings. It is further clarified that the table below does not include proceedings that have been concluded, including proceedings that concluded after a settlement agreement was approved in respect thereof.

	No. of lawsuits	Claimed amount
		Unaudited
		NIS thousand
Certified class actions:		
Stated amount attributed to the Group	5	364,500
The lawsuit pertains to a number of companies and no specific amount was attributed to the Group	1	48,000
No claim amount was specified	1	-
Pending motions to certify claims as class actions:		
Stated amount attributed to the Group	38	1,994,500
The lawsuit pertains to a number of companies and no specific amount was attributed to the Group	-	-
No claim amount was specified	6	-

As of the reporting date, the cumulative provision for lawsuits filed against the Company, as detailed above, totals approx. NIS 274 million (as of June 30, 2025 – NIS 196 million, and as of December 31, 2025 – NIS 266 million).

From time to time, the Commissioner issues position papers, principles for drafting insurance plans, papers on proper and improper practices and other documents or draft documents that are relevant to the Group's areas of activity and which may have an effect on the rights of the policyholder/s and/or plan holder and may create an exposure for the Group in certain cases with respect to both its period of operation prior to those documents coming into effect and the future.

It is impossible to predict in advance whether and to what extent the Group is exposed to allegations connected to and/or resulting from directives that may arise in part through the procedural mechanism set forth in the Class Actions Law. Similar circulars issued by the Commissioner with a future effective date may have such an effect.

From time to time complaints are filed against the Group, including complaints to the Commissioner with respect to rights of policyholders and/or planholders according to insurance plans and/or funds and/or the law. These complaints are handled regularly by the Group's Ombudsman. At times, the Commissioner's decisions (or draft decisions) on these complaints are rendered across the board for a class of policyholders.

Notes to the Consolidated Financial Statements

NOTE 11 - CONTINGENT LIABILITIES (cont.)

Class actions and motions to certify lawsuits as class actions (cont.)

Furthermore, from time to time, and also following policyholders' complaints, the Commissioner conducts audits on his behalf at the Group's institutional entities and/or sends requests to them to receive information on various issues of management of the institutional entities and management of the rights of the institutional entities' policyholders and planholders, as well as audits to verify the implementation of regulatory directives and/or lessons from previous audits, wherein, among others, demands are received to make changes in various products and instructions are given for implementing circulars and/or guidelines and/or for rectifying deficiencies or for the taking of actions by the institutional entities, including making refunds to policyholders and planholders. On the basis of the audit findings or the information provided, the Commissioner sometimes imposes financial sanctions pursuant to the Enforcement Authority Law.

There is an overall exposure, which cannot be assessed and/or quantified, due to, among other things, the complexity of the services provided by the Group to its policyholders. The complexity of these arrangements inevitably leads to interpretive claims and other claims due to information gaps between the Group and third parties to the insurance contracts in connection with a long list of commercial and regulatory terms. This exposure is expressed mainly in connection with pension savings and long-term insurance products, including health insurance, in which the Group operates, due to them being characterized by a prolonged lifespan and extreme complexity, particularly in view of the legislative arrangements relating both to management of the products and to taxation, including on issues concerning the contributions made by employers and policyholders, separation and attribution of the contributions to the various policy components, investment management, the policyholder's employment status, his contributions, etc. These products are managed over years during which there are changes in policy, regulatory requirements and legal trends, including in court rulings. These changes are implemented by automated systems that undergo frequent changes and adjustments. The complexity of these changes and application of changes with respect to many years creates increased operating exposure. Receipt of a new interpretation to insurance policies and long-term pension products may, at times, affect the Group's future profitability with respect to the existing portfolio, in addition to the exposure involved in the demands to compensate customers for past activities. It is impossible to anticipate the types of claims that will be raised in this area or the exposure arising from these and other claims in connection with insurance contracts - claims which are raised through, among other things, the procedural mechanism set forth in the Class Actions Law.

Furthermore, the insurance domain in which the Group companies operate is high in detail and circumstances, and has an inherent risk that cannot be quantified as to the occurrence of an error or series of mechanical or human errors, in both structured work processes and when handling a specific customer, and which may cause expansive consequences as to both the effect on a large number of customers or cases and the relevant monetary effect concerning an individual customer. The Group's institutional entities regularly cleanse the rights of policyholders, in all that concerns management of the products at institutional entities, according to gaps that are discovered from time to time.

The Group is exposed to claims and allegations on the level of contract laws and fulfillment of the insurance liabilities in the policy, deficient consultation, breach of fiduciary duty, conflict of interests, duty of care, negligence as part of the professional liability of the professional entities in the Group including the Group's agencies as well as engagements with reinsurers etc., allegations relating to the services provided by the Group companies, and from time to time there are circumstances and events that raise concerns regarding allegations of that type. The Group acquires professional liability insurance policies, including as required by the legislative arrangement, and when necessary it reports to the policy's insurer or insurers in order to cover an obligation deriving from professional liability that can be protected by insurance acquisition. The amounts of the possible exposure are higher than the amounts covered and there is no certainty that the insurance coverage will actually be received upon the occurrence of an insured event.

Notes to the Consolidated Financial Statements

NOTE 12 - SIGNIFICANT EVENTS IN AND SUBSEQUENT TO THE REPORTING PERIOD

- A. Summary of the effects of the revision of assumptions in the calculation of the liabilities for insurance contracts on the financial results and remaining CSM:

	The effect on profit or loss	
	Income (loss) from investments and financing, net	Effect on the remaining contractual service margin (CSM)
	NIS thousand	
<u>For the six-month period ended June 30, 2026 (unaudited):</u>		
<u>Long-Term Savings</u>		
Total change in discount rate	(2,582)	(72)
Total demographic changes	514	22,082
<u>Life and Health Risks</u>		
Total change in discount rate	(47,116)	711
Total demographic changes	29,884	(58,393)
<u>P&C Insurance</u>		
Total change in discount rate	83	
<u>For the six-month period ended June 30, 2025 (unaudited):</u>		
<u>Long-Term Savings</u>		
Total change in discount rate	(30,838)	(41,282)
Total demographic changes	12,816	64,754
<u>Life and Health Risks</u>		
Total change in discount rate	20,261	258
Total demographic changes	25,623	(27,386)
<u>P&C Insurance</u>		
Total change in discount rate	10,894	-
<u>For the three-month period ended June 30, 2026 (unaudited):</u>		
<u>Long-Term Savings</u>		
Total change in discount rate	(82,081)	(75,999)
Total demographic changes	514	22,082
<u>Life and Health Risks</u>		
Total change in discount rate	99,067	579
Total demographic changes	29,884	(58,393)
<u>P&C Insurance</u>		
Total change in discount rate	(20,984)	
<u>For the three-month period ended June 30, 2025 (unaudited):</u>		
<u>Long-Term Savings</u>		
Total change in discount rate	(78,478)	(88,848)
Total demographic changes	12,816	64,754
<u>Life and Health Risks</u>		
Total change in discount rate	92,883	258
Total demographic changes	25,623	(27,386)
<u>P&C Insurance</u>		
Total change in discount rate	(3,733)	
<u>For the year ended December 31, 2025 (audited):</u>		
<u>Long-Term Savings</u>		
Total change in discount rate	(29,040)	(50,312)
Total demographic changes	233	81,562
<u>Life and Health Risks</u>		
Total change in discount rate	78,087	839
Total demographic changes	26,417	(156,862)
<u>P&C Insurance</u>		
Total change in discount rate	(7,203)	

Notes to the Consolidated Financial Statements

NOTE 12 - SIGNIFICANT EVENTS IN AND SUBSEQUENT TO THE REPORTING PERIOD (cont.)

A. Summary of the effects of the revision of assumptions in the calculation of the liabilities for insurance contracts on the financial results and remaining CSM: (cont.)

In the reporting period and in the corresponding period last year there were changes in demographic and operational assumptions (mostly with respect to morbidity, lapses and conservation) in the calculation of insurance assets and liabilities in the Life Insurance and Health Insurance segments. The total effect described in the table above for the life insurance segment also includes the effect on the change in the fair value of the designated bonds (Hetz bonds).

B. Agreement for the acquisition of ERN shares held by SIB

On January 11, 2026, the Company's Board of Directors signed an agreement with S.A.B Ltd. (hereinafter - the "**Seller**") and ERN Israel Ltd. (hereinafter - "**ERN**") for the acquisition - by the Company - of ERN's remaining shares (30%), such that subsequent to the acquisition, the Company's holding stake in ERN is 100%. The abovementioned acquisition of shares was carried out in consideration for approx. NIS 234 million, at a Company value of approx. NIS 770 million. It should be noted that the agreement supersedes the existing agreements between the Company, the seller, and ERN, and that the required regulatory approvals for completion of the transaction have been obtained, including, in particular, the approval of the Commissioner of the Capital Market, Insurance and Savings Authority. The effect of the abovementioned in the reporting period is a decrease of approx. NIS 59 million in equity attributable to the Company's shareholders.

C. Acquisition of control over Yesodot

On January 27, 2025, Menora Mivtachim Insurance (hereinafter - "**Menora Insurance**") and another Menora group subsidiary (hereinafter - the "**Investor**") entered into an agreement with Yesodot A. Financial Support Ltd. (hereinafter - "**Yesodot**") for the provision of subordinate credit facilities (hereinafter - the "**Agreement**"). Menora Insurance and the Investor undertook to advance to Yesodot credit facilities totaling NIS 200 million each, and the credit facility to be advanced by the Investor is convertible into 50.1% of Yesodot's shares; such conversion will result in assumption of control. Furthermore, the parties entered into a shareholder agreement, which will come into effect upon the execution of the conversion (if it is executed), comprising three mutual options (put and call), for a period of up to 4 years, at the end of which (if exercised) the Investor will hold 100% of Yesodot's shares. In April 2025, all the conditions precedent were met and accordingly the Agreement entered into force. As of that date, Yesodot has been consolidated into the Company's financial statements.

On January 5, 2026, an agreement was signed between the Investor and Yesodot for the conversion of a portion of the credit facility advanced by the Investor - totaling NIS 150 million - into 50.1% of Yesodot's shares, subject to the conditions precedent set in the agreement. On February 25, 2026, the Company exercised the option into shares of Yesodot for NIS 40 million, such that subsequent to the exercise, the Company held 60.1% of Yesodot's shares. The effect of the abovementioned in the reporting period is a decrease of approx. NIS 202 million in equity attributable to the Company's shareholders and a NIS 50 million gain attributable to the Company's shareholders. On the other hand, during the reporting period, a loss for the same amount was stated to non-controlling interests.

Notes to the Consolidated Financial Statements

NOTE 12 - SIGNIFICANT EVENTS IN AND SUBSEQUENT TO THE REPORTING PERIOD (cont.)

D. Investigation of the Histadrut affair

On December 30, 2025, Israel Police investigators arrived at the Company's offices, and requested documents and information in accordance with an ordinance presented to the Company, under the investigation of the Histadrut affair. The Company and senior officers of the Menora Group are under investigation for suspected offenses including bribery intermediation, obtaining property by deception, corporate fraud and breach of trust, and money laundering.

On July 6, 2026, as part of the investigation, asset freezing orders were furnished to the Company totaling approx. NIS 93 million, issued in respect of one of the Company's accounts, as well as freezing orders in respect of the personal accounts of the investigated officers. The Company clarifies that the frozen amount is immaterial to its operations and does not affect its financial position.

E. Share-based payment

Further to Note 26 to the Annual Financial Statements, following are data on additional allocations to employees of a consolidated company made during the reporting period:

	Award date	
	January 22, 2026	March 27, 2026
	Unaudited	
Exercise premium per option in NIS	409.46	489.25
Expected volatility of share prices	32.33%-37.52%	33.50%-35.21%
Risk-free interest rate	3.49%-3.58%	3.89%-3.92%
Expected life of the options	4-6 years	4-6 years
Fair value per option in NIS	36.84-42.61	44.32-49.71
Total value of options allocated in NIS million	0.4	0.5
No. of options allocated to CEO	-	-
No. of options allocated to other employees	9,454	10,162
Balance of unexercised options as of the report date	9,454	10,162

	Award date	
	May 25, 2026	June 30, 2026
	Unaudited	
Exercise premium per option in NIS	526.70	490.29
Expected volatility of share prices	34.41%-35.46%	35.33%-35.47%
Risk-free interest rate	3.67%-3.76%	3.27%-3.40%
Expected life of the options	4-6 years	4-6 years
Fair value per option in NIS	68.03-77.99	43.34-49.48
Total value of options allocated in NIS million	0.3	1.1
No. of options allocated to CEO	-	-
No. of options allocated to other employees	3,563	23,190
Balance of unexercised options as of the report date	3,563	23,190

Notes to the Consolidated Financial Statements

NOTE 12 - SIGNIFICANT EVENTS IN AND SUBSEQUENT TO THE REPORTING PERIOD (cont.)

F. Acquisition of shares of Menora Mivtachim Pension and Provident Funds Ltd. from Allied

On July 30, 2026, the Company's Board of Directors approved the execution of an agreement with Allied Holdings Ltd. (hereinafter - "**Allied**") for the acquisition of 4.98% of Allied's issued and paid-up share capital in Menora Mivtachim Pension and Provident Funds Ltd. (hereinafter - the "**Sold Shares**"). The acquisition of the sold shares is made "as is" and for a consideration of NIS 249 million. Further to the above, subsequent to the transfer of the Sold Shares, Allied shall remain with a holding balance of 5.019%; in this regard, the provisions of the original and effective allocation agreement from March 2021 shall continue to apply to the parties.

G. Business combination

In December 2025, a consolidated company, Shomera Agencies Ltd. (hereinafter - "**Shomera Agencies**"), entered into an agreement for the acquisition of 70% of the shares of Yesh Ofek Management and Holdings Ltd. (hereinafter - "**Yesh Ofek**"), of which a total of NIS 30,800 thousand was paid in cash. The transaction was completed in April 2026. The agreement stipulated an acquisition price adjustment 24 months after the transaction date. As part of the acquisition, Shomera Agencies assumed a contingent liability totaling NIS 25,200 thousand.

Shomera Agencies recognized the fair value of the assets acquired and the liabilities assumed as part of the business combination according to a provisional measurement.

	Fair value Unaudited NIS thousand
Fair value of net identifiable assets	31,550
Goodwill arising from the acquisition *)	33,915
Non-controlling interests **)	(9,465)
Total acquisition cost	<u>56,000</u>

*) The goodwill arising from the acquisition is attributed to the expected benefits from the synergy arising from combining the activities of Shomera Agencies and Yesh Ofek.

**) The non-controlling interests in Yesh Ofek were measured in accordance with the proportionate share in the fair value of the net identified assets.

	Unaudited NIS thousand
Cash paid as acquisition proceeds	30,800
Cash in Yesh Ofek on acquisition date	5,393
Net cash used for the acquisition	<u>25,407</u>

H. Dividends declared subsequent to the reporting date

On August 24, 2026, the Company's Board of Directors declared a dividend distribution to the Company's shareholders totaling NIS 500 million, which constitute NIS 8 per each share of NIS 1 par value. At that date, Menora Insurance's Board declared a NIS 500 million dividend distribution to the Company. The dividends will be paid in September.

On August 20, 2026, Shomera Insurance declared a dividend distribution to the Company totaling NIS 80 million. The dividend will be paid in September 2026.

Notes to the Consolidated Financial Statements

NOTE 12 - SIGNIFICANT EVENTS IN AND SUBSEQUENT TO THE REPORTING PERIOD (cont.)

I. Assessment of debt raising in a consolidated company

In August 2026, Menora Capital Raising - a sub-subsidiary - announced that it was looking into debt raising by way of issuing a bond series. The issuance structure, terms, timing and scope have not yet been determined as of the report publication date and are subject to the Commissioner's approval.



Chapter D

Data from the Financial Statements Attributed to the Company

Financial Data from the Consolidated Interim Financial Statements Attributable to the Company

As of June 30, 2026

Unaudited

Regulation 38D

Menora Mivtachim Holdings Ltd.

Financial Data from the Consolidated Interim Financial Statements Attributable to the Company

As of June 30, 2026

Unaudited

Regulation 38D

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To:
the Shareholders of Menora Mivtachim Holdings Ltd.

Re: Independent Auditors' Special Review Report on the Separate Interim Financial Information pursuant to Regulation 38D of the Securities Regulations (Periodic and Immediate Reports), 1970

Introduction

We have reviewed the separate interim financial information provided in accordance with Regulation 38D to the Securities Regulations (Periodic and Immediate Reports), 1970 of Menora Mivtachim Holdings Ltd. (hereinafter – the “**Company**”) as of June 30, 2026 and for the six-and three-month periods then ended. The Interim Separate Financial Information is the responsibility of the Company's Board of Directors and management. Our responsibility is to express a conclusion regarding the Separate Interim Financial Information for these interim periods based on our review.

Neither did we review these condensed interim financial information of equity-accounted companies, the investment in which amounted to approx. NIS 300,479 thousand as of June 30, 2026, and the Company's share in the profits of which amounted to NIS 21,765 thousand and a total of NIS 10,339 thousand for the six- and three-month periods then ended, respectively. The condensed interim financial information of the above companies was audited by other independent auditors, whose review reports have been furnished to us, and our conclusion, insofar as it relates to financial information in respect of these companies, is based on the review reports of the other independent auditors.

Scope of the Review

We performed our review pursuant to Review Standard (Israel) 2410 of the Institute of Certified Public Accountants in Israel, Review of Interim Financial Information Performed by the Independent Auditor of the Entity. A review of Interim Separate Financial Information consists of inquiries, mostly of persons responsible for financial and accounting issues, and of applying analytical and other review procedures. A review is substantially smaller in scope than an audit performed pursuant to generally accepted auditing standards in Israel and, as a result, does not enable us to obtain assurance that we would become aware of all significant matters that may be identified in an audit. Consequently, we are not expressing an audit opinion.

Conclusion

Based on our review and the review reports of other independent auditors, nothing has come to our attention that causes us to believe that the abovementioned Interim Separate Financial Information does not comply, in all material respects, with the disclosure provisions of Chapter 38D of the Israel Securities Regulations (Periodic and Immediate Reports), 1970.

Tel Aviv
August 24, 2026

Kost Forer Gabbay & Kasierer
Independent Auditors

Financial data from the Consolidated Statements of Financial Position

	As of June 30		As of December 31
	2026	2025	2025
	Unaudited		Audited
	NIS thousand		
<u>Current assets</u>			
Cash and cash equivalents	93,404	336,109	305,673
Financial investments	789,912	347,435	735,717
Current tax assets	-	5,967	2,232
Receivables and debit balances	721	663	274
Current balances with investees	49,461	11,041	8,532
Total current assets	933,498	701,215	1,052,428
<u>Non-current assets</u>			
Loans and receivables	29,412	48,387	31,423
Investment in Restricted Tier 1 capital of an investee	299,006	-	302,169
Investments in investees	8,477,605	7,921,608	8,018,088
Loans to investees	19,418	32,848	31,147
Assets for employee benefits	14,358	13,326	14,431
Property, plant & equipment	809	961	1,036
Deferred taxes	-	901	-
Total non-current assets	8,840,608	8,018,031	8,398,294
	9,774,106	8,719,246	9,450,722
<u>Current liabilities</u>			
Current maturities of financial liabilities	54,242	53,217	54,435
Current tax liabilities	681	-	-
Futures	989	-	-
Payables and credit balances	9,967	7,114	7,131
Current balances with investees	50	19,500	21
Total current liabilities	65,929	79,831	61,587
<u>Non-current liabilities</u>			
Financial liabilities	112	225,907	174,979
Liabilities for employee benefits	23,131	22,629	22,985
Deferred taxes	6,652	-	4,445
Total non-current liabilities	29,895	248,536	202,409
<u>Equity attributable to the Company's shareholders</u>			
Share capital	99,429	99,429	99,429
Share premium	317,257	316,563	316,522
Treasury shares	(57,076)	(64,920)	(64,641)
Capital reserves	70,841	327,187	340,217
Retained earnings	9,247,831	7,712,620	8,495,199
Total equity capital	9,678,282	8,390,879	9,186,726
	9,774,106	8,719,246	9,450,722

August 24, 2026

**Approval date of the
financial statements**

**Eran Griffel
Chairman of the Board**

**Ari Kalman
CEO**

**Ran Kalmi
CFO**

Financial data from the consolidated statements of profit or loss

	For the 6 months ended June 30		For the 3 months ended June 30		For the year ended December 31
	2026	2025	2026	2025	2025
	Unaudited				Audited
	NIS thousand				
<u>Revenues</u>					
Income from investees	1,216,308	1,053,404	771,891	719,142	2,265,261
Investment and finance income	45,497	19,145	25,955	18,005	49,068
Finance income for loans to investees	9,569	8,076	3,596	4,489	12,565
Other revenues	-	61,957	-	-	61,946
Management fees from investees	5,472	5,642	2,670	2,714	11,316
Total revenues	<u>1,276,846</u>	<u>1,148,224</u>	<u>804,112</u>	<u>744,350</u>	<u>2,400,156</u>
<u>Expenses</u>					
Finance expenses	653	1,429	329	717	2,495
General and administrative expenses	12,784	8,599	9,869	3,944	18,034
Total expenses	<u>13,437</u>	<u>10,028</u>	<u>10,198</u>	<u>4,661</u>	<u>20,529</u>
Profit before taxes on income	1,263,409	1,138,196	793,914	739,689	2,379,627
Taxes on income	10,030	18,809	4,406	4,026	28,646
Net income	<u>1,253,379</u>	<u>1,119,387</u>	<u>789,508</u>	<u>735,663</u>	<u>2,350,981</u>

Financial data from the consolidated statements of comprehensive income

	For the 6 months ended June 30		For the 3 months ended June 30		For the year ended December 31
	2026	2025	2026	2025	2025
	Unaudited				Audited
	NIS thousand				
Net income attributable to the Company	1,253,379	1,119,387	789,508	735,663	2,350,981
<u>Other comprehensive income (loss) that, subsequent to initial recognition in comprehensive income, was or will be carried to profit and loss</u>					
Other comprehensive income (loss) attributable to the investees, net	(3,363)	10,128	(3,433)	2,626	12,815
<u>Other comprehensive income (loss) not transferred to profit and loss</u>					
Gain (loss) due to remeasurement of defined benefit plans	(68)	(234)	(103)	(181)	109
Taxes on income (tax benefit)	(16)	(54)	(24)	(42)	25
	(52)	(180)	(79)	(139)	84
Other comprehensive loss attributable to the investees, net	(695)	(22,264)	(924)	(22,168)	(21,737)
Total other comprehensive loss not transferred to profit and loss	(747)	(22,444)	(1,003)	(22,307)	(21,653)
Other comprehensive loss, net	(4,110)	(12,316)	(4,436)	(19,681)	(8,838)
Total comprehensive income attributable to the Company	1,249,269	1,107,071	785,072	715,982	2,342,143

Financial data from the consolidated statements of cash flows

	For the 6 months ended June 30		For the 3 months ended June 30		For the year ended December 31
	2026	2025	2026	2025	2025
	Unaudited				Audited
	NIS thousand				
Cash flows from operating activities					
Net income	1,253,379	1,119,387	789,508	735,663	2,350,981
Adjustments required to present cash flows from operating activities:					
Adjustments to profit and loss line items:					
Investment and finance income, net	(40,153)	(17,162)	(17,693)	(16,539)	(49,496)
Depreciation	246	210	117	106	430
Cost of share-based payment	340	103	235	43	217
Income from investees	(1,216,308)	(1,053,404)	(771,891)	(719,142)	(2,265,261)
Taxes on income	10,030	18,809	4,406	4,026	28,646
	(1,245,845)	(1,051,444)	(784,826)	(731,506)	(2,285,464)
Changes in assets and liabilities line items:					
Change in liabilities for employee benefits	151	(470)	770	(451)	(875)
Decrease (increase) in other receivables and debit balances	(447)	8,913	(400,551)	3,019	3,471
Increase (decrease) in payables and credit balances	2,048	(5,653)	3,787	(3,855)	(10,180)
	1,752	2,790	(395,994)	(1,287)	(7,584)
Cash paid and received during the period:					
Interest paid	-	-	-	-	(3,162)
Interest received	4,953	4,860	2,258	2,603	8,739
Taxes paid	(10,800)	(9,529)	(1,601)	(802)	(10,532)
Taxes received	5,865	6,034	-	(10)	5,918
Dividend received	525,702	306,691	491,611	49,294	1,378,734
	525,720	308,056	492,268	51,085	1,379,697
Net cash provided by operating activities attributable to the Company as a parent company	535,006	378,789	100,956	53,955	1,437,630
Net cash used for operating activities for transactions with investees	(32,484)	12,212	404,817	23,379	2,784
Net cash provided by operating activities	502,522	391,001	505,773	77,334	1,440,414

Financial data from the consolidated statements of cash flows (cont.)

	For the 6 months ended June 30		For the 3 months ended June 30		For the year ended December 31
	2026	2025	2026	2025	2025
	Unaudited				Audited
	NIS thousand				
<u>Cash flows provided by investing activities</u>					
Purchase of property, plant and equipment	(18)	-	-	-	(8)
Proceeds from realization (purchase) of securities measured at fair value through profit and loss, net	5,805	20,125	29,172	13,050	(568,397)
Repayment (provision) of long-term loans	1,613	(17,181)	1,012	(16,521)	(644)
Net cash provided by (used for) investing activities attributable to the Company as a parent company	7,400	2,944	30,184	(3,471)	(569,049)
Net cash provided by activities for transactions with investees	11,766	77,913	102	86,567	73,634
Net cash provided by (used for) investing activities	19,166	80,857	30,286	83,096	(495,415)
<u>Cash flows provided by financing activities</u>					
Acquisition of non-controlling interests	(233,515)	-	485	-	-
Repayment of financial liabilities	(98)	(56)	(44)	(28)	(53,279)
Dividend paid to the Company's shareholders	(500,000)	(150,000)	(500,000)	(150,000)	(600,000)
Net cash used for financing activities	(733,613)	(150,056)	(499,559)	(150,028)	(653,279)
<u>Exchange rate differences in respect of cash and cash equivalent balances</u>	(344)	(87)	(104)	(43)	(441)
<u>Increase (decrease) in cash and cash equivalents</u>	(212,269)	321,715	36,396	10,359	291,279
<u>Balance of cash and cash equivalents as of the beginning of period</u>	305,673	14,394	-	325,750	14,394
<u>Balance of cash and cash equivalents as of the end of period</u>	93,404	336,109	36,396	336,109	305,673
<u>Noncash activity</u>					
Financial investments received as dividend	20,000	-	-	-	72,000

Additional information

1. Significant accounting policies

This Interim Separate Financial Information is prepared in condensed format, in accordance with Regulation 38D of the Securities Regulations (Periodic and Immediate Reports), 1970 and does not include all the information required under Regulation 9C and the Tenth Addendum to the Securities Regulation (Periodic and Immediate Reports), 1970. This financial information should be read in conjunction with the Separate Financial Information as of December 31, 2025 and for the year then ended and the accompanying notes.

The accounting policies applied to preparing this Separate Financial Information are consistent with the one applied in preparing the separate financial information as of December 31, 2025.

2. Events during to the reporting period and thereafter

- A. For details regarding the dividend distributed by the Company during the reporting period, see Note 7F to the Consolidated Financial Statements.
- B. For details regarding the dividends distributed by the consolidated companies during the reporting period and thereafter, see Note 7, Subsections E and G-I to the Consolidated Financial Statements.
- C. For details regarding the agreement to acquire SIB's shares in ERN, see Note 12B to the Consolidated Interim Financial Statements.
- D. For details regarding assuming control over Yesodot, see Note 12C to the Consolidated Interim Financial Statements.
- E. For details regarding the acquisition of Menora Mivtachim Pension and Provident Funds, see Note 12E to the Interim Consolidated Financial Statements.

