

November 25, 2018

IDB Publishes Its Results for the Third Quarter of 2018

The Company's net debt as of November 22, 2018 amounted to NIS 2,269 million

Net asset value (NAV) as of November 22, 2018 amounted to approximately NIS 422 million

The LTV ratio as of November 22, 2018 amounted to approximately 84%

As of November 22, 2018, the Company had liquid balances in the scope of approximately NIS 990 million

During the quarter, the rating company S&P Maalot announced the ratification of the Company's rating as BBB-, stable outlook

IDB Tourism reported record results in the quarter. In August 2018, the Company's Board of Directors approved the Company's engagement in an agreement for the provision of investment banking services with two entities, for the purpose of accompanying the process of selling and realizing the Company's tourism and aviation operating segment.

Main Points of Emphasis

- The Company reported profit in the quarter in the amount of approximately NIS 186 million, as compared with loss of approximately NIS 233 million in the corresponding quarter last year. The increase was due, inter alia, to the increase in value of Clal Insurance, the record results of IDB Tourism, and the increase in the fair value of the debenture which was issued to Dolphin.

Investor Relations Ltd.

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- As of November 22, 2018, the Company has liquid balances in the scope of approximately NIS 990 million.
- The Company's net debt as of November 22, 2018 amounted to approximately NIS 2,269 million. The average duration of the liabilities as of November 22, 2018 was approximately 2.6 years.
- The Company's leverage (LTV) ratio as of November 22, 2018 amounted to approximately 84% (based on the market value of the collateral which serves to secure the debenture).
- The Company's economic capital (book equity attribute to the shareholders plus subordinated loans from the controlling shareholders) as of September 30, 2018 amounted to over NIS 1 billion.
- After the balance sheet date, the Company announced a partial prepayment of debentures (Series 13), in the amount of approximately NIS 139 million par value (the redeemed part), and in the total amount of approximately 153 million (including interest and the payment of additional interest with respect to the redeemed part of the prepayment).
- During the quarter, the rating company S&P Maalot ratified the credit rating of BBB-, stable outlook.
- IDB's net asset value (NAV) (based on the market value of its marketable investments as of November 22, 2018, the market value of the collateral which serves to secure the debenture, and the book value of its non-marketable investments) proximate to the approval date of the financial statements is approximately NIS 422 million.

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Company name	Holding rate	Market value as of November 22, 2018	Holding rate NIS millions
Seller's loan to Dolphin IL* at market value*	100%	1,165	1,165
Clal Insurance Enterprises Holdings	29.8%	3,412	1,017
IDB Tourism			225
IDBG			198
Others (including profit from swap transactions)			86
Total assets			2,691
Net financial debt as of November 22, 2018			(2,269)
NAV			422
LTV			84%

* According to the value of DIC shares which serve to secure the debenture. The par value of the debenture, plus accrued interest, amounts to approximately NIS 1.9 billion.

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