

Convenience translation
In any case of inconsistency, the immediate report in Hebrew shall prevail

IDB Development Corporation Ltd.

Immediate report dated May 4, 2020 - reference number: 2020-01-039262

Subject: Decision of the court to postpone the sale of 3.2% of the shares of Clal Insurance Enterprises

Following the provision of Note 3.B.1. of the financial statements of IDB Development Corporation Ltd. (the "**Company**") for the year 2019 (the "**Periodic Report**"), in connection with the outline for the sale of control and the sale of the Company's holdings in Clal Insurance Enterprises Holdings Ltd., which was formulated by the Head of the Capital Market, Insurance and Savings Authority (the "**Outline**", "**Clal Insurance Enterprises**" and the "**Commissioner**", respectively), the Company provides the update that on May 4, 2020, the District Court in Tel Aviv Yafo granted the Company's request (filed at the Commissioner's consent) and ordered the postponement of the sale of 3.2% of the shares of Clal Insurance Enterprises pursuant to the Outline, to September 3, 2020 (instead of May 3, 2020 as per the Outline).

As of the date of this report, Clal Insurance Enterprises is held by the Company at a rate of approximately 8.5% (of which approximately 3.5% are through the trustee over the Company's shares in Clal Insurance Enterprises, Mr. Moshe Terry). In addition to the aforesaid investment, the investment in Clal Insurance Enterprises also includes an investment by means of swap transactions with respect to the shares of Clal Insurance Enterprises at a rate of approximately 7.1%, as reported by the Company. For more information, including regarding the accounting presentation of the investment in Clal Insurance Enterprises (including the swap transactions as aforesaid) in the statement of the Company's financial condition, see Note 3.B of the Periodic Report.
