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# ISRAEL DISCOUNT BANK LTD.

ISRAEL DISCOUNT BANK LTD.

Registration Number: 520007030

To: Israel Securities Authority  
To: Tel Aviv Stock Exchange Ltd.  
Form T121 (Public)  
Filed on MAGNA: 07/08/2025  
Israel Securities Authority website: [www.isa.gov.il](http://www.isa.gov.il)  
Tel Aviv Stock Exchange website: [www.tase.co.il](http://www.tase.co.il)  
Reference: 2025-01-058567

## Immediate Report for General Material Information

**Explanation:** Do not use this form when there is a form tailored to the reported event.

This reporting form is intended for material reports for which there is no suitable dedicated form.

Results of an issuance should be reported in T20 and not in this form.

Reporting on bond ratings or corporate ratings should be submitted using form T125.

### Nature of the event:

**Subject:** Court Ruling Regarding VAT - CAL

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

Following the statements in the bank's first quarter report (p. 181, section b), the bank is pleased to update as follows:

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On August 6, 2025, the District Court in Tel Aviv issued its ruling in the appeal filed by CAL, together with other credit card companies, against assessments issued to it by the VAT Director. The subject of the appeal is the VAT Director's determination that CAL is liable to pay full VAT on interchange fees received from international acquirers, as well as VAT on commissions for foreign currency transactions.

The District Court partially accepted and partially rejected the appeal, and ordered the VAT Director to issue revised assessments to the appellants, while determining that for payment transactions carried out abroad when the card is physically present at the merchant, VAT at a zero rate will apply. In contrast, for payment transactions with missing documentation, full VAT will apply. However, for payment transactions with missing documentation in certain sectors where it can be assumed that the payer performed the payment while outside Israel, VAT at a zero rate will apply ("the exception"). CAL is studying the judgment, including the meaning and implications of the exception.

Attached file: \_\_\_\_\_

The company is not a shell company as defined in the stock exchange regulations.

The date the corporation first became aware of the event: 06/08/2025 at 15:00

**Details of the authorized signatories on behalf of the corporation:**

#	Name	Position
1	Adv. Hadar Barin-Weiss	Other: Executive VP, Chief Legal Counsel
2	Adi Kaplan	Other: Executive VP, Head of Technologies

Explanation: According to Regulation 5 of the Periodic and Immediate Reports Regulations (1970), a report submitted under these regulations must be signed by those authorized to sign on behalf of the corporation. The staff's position on the matter can be found on the Authority's website: [Click here](#).

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Securities of the corporation are listed for trading on the Tel Aviv Stock Exchange.

Short name: ISRAEL DISCOUNT BANK LTD.

Address: Discount 1, Rishon LeZion 7574602

Phone: 03-9439111, Fax: 03-5171674

Email: [michal.sd@dbank.co.il](mailto:michal.sd@dbank.co.il)

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Previous names of the reporting entity:

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Electronic reporter name: Tenne Eilat

Position: Adv., General Secretary

Employer company name:

Address: Discount 1, Rishon LeZion 7574602

Phone: 076-8058862, Fax: 03-5171674

Email: [ayelet.tenne@dbank.co.il](mailto:ayelet.tenne@dbank.co.il)

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Reference numbers of previous documents on the subject (the mention does not constitute incorporation by reference):

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Securities of the corporation are listed for trading on the Tel Aviv Stock Exchange.

Form structure update date: 06/08/2024

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Address: Discount 1, Rishon LeZion 7574602

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*No images were present in the original document.*