TEL AVIV STOCK EXCHANGE
הבורסה לניירות ערך תל אביב

THE TEL-AVIV STOCK EXCHANGE LTD

SECOND QUARTER 2024 RESULTS

August 7, 2024

THE TEL-AVIV STOCK EXCHANGE LTD REPORTED SECOND QUARTER 2024 RESULTS

August 7, 2024 (Tel Aviv) -Tel Aviv Stock Exchange Ltd (**TASE:TASE**) today announced its financial results for the second quarter ended June 30, 2024[1].

1. General

TASE continue to achieve strong financial results. The revenue amounted to NIS 105.1 million, despite a 2% reduction in the number of trading days, and increased by 13% compared to the corresponding quarter of 2023. Adjusted net profit increased significantly by 26% in the second quarter of 2024 to NIS 25.7 million, compared to NIS 20.4 million in the corresponding quarter last year.

.

1.1 Highlights of TASE's Results for the Second Quarter of 2024

Second Quarter Results

- TASE revenues amounted to NIS 105.1 million in the second quarter of 2024, an increase of 13% compared to the corresponding quarter last year. The increase in revenue is due mainly to an increase in revenues deriving from data distribution and connectivity services, as a result of the increased volume of activity and the impact of the updated index-usage fees.
- Adjusted EBITDA amounted in the second quarter of 2024 to NIS 45.8 million, compared to NIS 35.6 million in the corresponding quarter last year,
- Adjusted net profit amounted to NIS 25.7 million in the second quarter of 2024, compared to NIS 20.4 million adjusted net profit in the corresponding quarter last year, an increase of 26%. The increase is due mainly to revenue from services, less the increase in costs and in tax expenses .

1.2 Business and Corporate Highlights for the Second Quarter of 2024

BUSINESS HIGHLIGHTS

- The average daily trading volume of shares in the second quarter of 2024 amounted to approximately NIS 2.2 billion, a 5% increase compared to the volumes in the corresponding quarter in the previous year.
- The average daily trading volume of corporate bonds in the second quarter of 2024 amounted to approximately NIS 1.1 billion, a 20% increase compared to the volumes in the corresponding quarter in the previous year. The average daily trading volume of government bonds in the second quarter of 2024 amounted to approximately NIS 3.3 billion, a 24% increase compared to the volumes in the corresponding quarter in the previous year.

[1] The Board of Directors of TASE today approved the Consolidated Financial Statement as of June 30, 2024. The consolidated financial statements of the Company were prepared in accordance with IFRS.
This is an English translation of parts of the information included in the approved financial statements. In the event of any discrepancy between the original Hebrew and the translation to English, the Hebrew version alone will prevail. The consolidated financial statements in the English Version will be published on the website by the end of September 2024.

- The average daily trading volume of T-bills in the second quarter of 2024 amounted to NIS 1.4 billion compared with NIS 1.3 billion in the corresponding quarter in the previous year, an increase of 5%.
- The average daily redemptions or creations volume of mutual funds in in the second quarter of 2024 amounted to NIS 1.8 billion compared with NIS 1.3 billion in the corresponding quarter in the previous year, an increase of 40%.
- The daily average trading volume of derivatives in the second quarter of 2024 amounted to 167.8 thousand units a day, compared with 153.2 thousand units in the corresponding quarter in the previous year, an increase of 10%.
- In the second quarter of 2024, NIS 1.1 billion was raised on TASE in shares, a decrease of 24% over the corresponding quarter in the previous year. of which NIS 0.3 billion was raised in a single IPO.
- In the second quarter of 2024, NIS 18 billion was raised on TASE in corporate bonds, decrease of 28% over the corresponding quarter in the previous year and NIS 43.8 billion was raised on TASE in government bonds, an increase of 149% over the corresponding quarter in the previous year.
- In the second quarter of 2024, NIS 113.7 billion was raised on TASE in T-bills, an increase of 44% over the corresponding quarter in the previous year.
- The leading indices TA-35, TA-90, TA-125 and TA-SME60 decreased by 1.3%, 12.9%, 4.4% and decreased by 5.8% respectively, in the second quarter of 2024.
- The marketing expenses of the company totaled NIS 0.7 million in the second quarter of 2024, a decrease of 73% over the corresponding quarter in the previous year. The expenses in the quarter include the cost of a new campaign launched at the end of the quarter, as compared to campaign launched in the corresponding quarter last year.
- Net financing income in the second quarter of 2024 amounted to NIS 2 million, as compared to net financing income of NIS 3.6 million in the corresponding quarter last year, a 45% decrease. The decrease in net financing income was due to an increase in interest expenses as a result of a loan that was obtained at the end of 2023, despite an increase in interest income on deposits

2. Summary of Information Relating to the Results for the Second Quarter of 2024 (NIS, in thousands)

Three Months Ended June 30, 2024 Compared to the Three Months Ended June 30, 2023

Statement of Profit or Loss

	Quarter ended		Difference	
	30.6.2024	**30.6.2023**	**Amount**	**%**
Revenue from services	105,110	92,903	12,207	13%
Expenses	74,766	72,591	2,175	3%
Profit before financing income, net	**30,344**	**20,312**	**10,032**	**49%**
Financing income (expenses)	1,999	3,616	(1,617)	(45%)
Profit before Taxes on income	**32,343**	**23,928**	**8,415**	**35%**
Taxes on income	8,063	5,153	2,910	56%
Net profit	**24,280**	**18,775**	**5,505**	**29%**
% of total revenue from services for the quarter	**23.1%**	**20.2%**		

- **Revenue in the second quarter of 2024** totaled NIS 105.1 million, compared to revenue of NIS 92.9 million in the corresponding quarter last year, an increase of 13%. The increase in revenue is due mainly to an increase in revenue from data distribution and connectivity services, as a result of the increased volume of activity and the impact of the updated index-usage fees.

- **Costs in the second quarter of 2024** totaled NIS 74.8 million, compared to costs of NIS 72.6 million in the corresponding quarter last year, a 3% increase. The higher costs are due mainly to the increase in payroll expenses and in computer and communication expenses.

- **Net financing income in the second quarter of 2024** totaled NIS 2 million, as compared to net financing income of NIS 3.6 million in the corresponding quarter last year, a 45% decrease. The decrease in net financing income was due to an increase in interest expenses as a result of a loan that was obtained at the end of 2023, despite an increase in interest income on deposits.

- **Tax expenses, net in the second quarter of 2024** totaled NIS 8.1 million, as compared to NIS 5.2 million in the corresponding quarter last year, a 56% increase. The increase in the tax expenses was due to the increase in the pre-tax profit. The increase in the effective tax rate is due to losses on securities in previous years, for which deferred taxes were not created

- **The profit in the second quarter of 2024** totaled NIS 24.3 million, compared to NIS 18.8 million in the corresponding quarter last year, an increase of 29%. The increase in profit was due mainly to the increase in revenue, less the increase in costs and in tax expenses, as explained above.

	Quarter ended		
	30.6.2024	**30.6.2023**	**Difference %**
Weighted average number of ordinary shares used to compute			
Basic earnings per share	92,444,048	98,254,632	(6%)
Diluted earnings per share	95,784,038	99,730,939	(4%)
Basic earnings per share in NIS	0.263	0.191	37%
Diluted earnings per share in NIS	0.253	0.188	35%

The revenue in the second quarter of 2024 – below is the composition of the second quarter's revenue, compared to the corresponding quarter last year:

Revenue from services	**Quarter ended**				
	30.6.2024	**% of the Company's total revenues**	**30.6.2023**	**% of the Company's total revenues**	**% change**
Trading and clearing commissions	38,812	37%	35,528	38%	9%
	15% of the increase in revenue from trading and clearing commissions is due to an increase in the trading volumes and in the volume of creations/redemptions of mutual fund units. In opposition, a reduction in the effective commission rate in revenue from mutual funds and T-bills reduced the aforesaid increase in revenue by 4%, and there being one less trading day in the current quarter reduced revenue by an additional 2%.				
Listing fees and levies	21,715	21%	20,143	22%	8%
	5% of the increase in revenue from listing fees and levies is due to an increase in revenue from annual levies, both as a result of the increase in the number of companies and funds that pay an annual levy, and due to the linkage of the levy rates to the CPI. In addition, 3% of the increase is due to an increase in revenue from examination and listing fees, due mainly to an increase in the volumes listing and offering applications by companies and in the volume of T-bill issuances compared to the corresponding quarter last year.				
Clearing House services	21,531	20%	18,974	20%	13%
	6% of the increase in revenue from Clearing House services is due to an increase in revenue from Clearing House services to companies and funds, 4% of the increase is due to Clearing House services to members, mainly as a result of the expansion of the services in relation to information on OTC transactions and the linkage of the clearing fees to the CPI, and 3% of the increase in revenue is due to the rise in revenue from custodian fees as a result of the increase in the value of assets that are held in custodianship at TASE-CH.				
Data distribution and connectivity services	22,119	21%	17,367	19%	27%
	19% of the increase in revenue from data distribution and connectivity services is due to an increase in revenue from authorizations to use the TASE indices, mainly as a result of the updating of the index-usage authorization fees and the increased use of the TASE indices, 5% of the increase is due to an increase in revenue from data distribution to private customers, and 3% of the increase is due to an increase in revenue from connectivity services.				
Other revenue	933	1%	891	1%	5%
	Most of the increase in other revenue is due to an increase in the activity of the Conference Center.				
Total revenue from services	**105,110**	**100%**	**92,903**	**100%**	**13%**

Adjusted Net Profit and Adjusted EBITDA Data[2]

	Quarter ended		Difference	
	30.6.2024	30.6.2023	Amount	%
Adjusted EBITDA for the quarter:				
Profit before financing income (expenses), net	30,344	20,312	10,032	
Adjustments:				
Share-based payment expenses	1,405	1,645	(240)	
Depreciation and capital losses	14,063	13,618	445	
Adjusted EBITDA for the quarter:	**45,812**	**35,575**	**10,237**	**29%**
% of total revenue from services for the quarter	**43.6%**	**38.3%**		
Adjusted profit for the quarter:				
Profit for the quarter	24,280	18,775	5,505	
Adjustments:				
Share-based payment expenses	1,405	1,645	(240)	
Adjusted profit for the quarter:	**25,685**	**20,420**	**5,265**	**26%**
% of total revenue from services for the quarter	**24.4%**	**22.0%**		

- **Adjusted EBITDA in the second quarter of 2024** totaled NIS 45.8 million, compared to NIS 35.6 million in the corresponding quarter last year, an increase of 29%. The increase is due mainly to an increase in profit before financing.

- **Adjusted net profit in the second quarter of 2024** totaled NIS 25.7 million, compared to NIS 20.4 million in the corresponding quarter last year, an increase of 26%. Most of the increase is due to an increase in revenue from services, less the increase in costs and in tax expenses.

---

[2] Adjusted data for the profit and EBITDA (operating profit before interest, tax, depreciation and amortization): These data are based on the data in the Company's financial statements for the reported periods, after eliminating the effects of certain events and factors, as explained above, that are not typical of the Company's operating activities.
It is hereby clarified that the data presented above are not presented in accordance with generally accepted accounting principles and do not reflect the Company's cash flows from operating activities or its operating profits and net profit and, accordingly do not constitute a substitute for the data in the Company's financial statements regarding the operating profit and/or the net profit. Nevertheless, in the Company's opinion, these data enable a better comparison to be made of the Company's performance in the reported periods.

3. Presented below is information relating to the results for the six months of 2024 (NIS, in thousands)

Six Months Ended June 30, 2024 Compared to the Six Months Ended June 30, 2023

Statement of Profit or Loss

	Six months ended			
	30.6.2024	**30.6.2023**	**Difference**	**% Change**
Revenue from services	213,403	192,919	20,484	11%
Costs	150,133	142,567	7,566	5%
Profit before financing income (expenses), net	**63,270**	**50,352**	**12,918**	**26%**
Financing income (expenses), net	3,436	6,144	(2,708)	(44%)
Profit before Taxes on income	**66,706**	**56,496**	**10,210**	**18%**
Taxes on income	16,716	12,240	4,476	37%
Profit for the period	**49,990**	**44,256**	**5,734**	**13%**
% of total revenue from services for the period	**23.4%**	**22.9%**		

- **Revenue in the first half of 2024** totaled NIS 213.4 million, compared to revenue of NIS 192.9 million in the corresponding period last year, an 11% increase. The increase in revenue is due mainly to an increase in revenue from data distribution and connectivity services, as a result of the increased volume of activity and the impact of the updated index-usage fees.

- **The costs in the first half of 2024** totaled NIS 150.1 million, compared to costs of NIS 142.6 million in the corresponding period last year, a 5% increase. The higher costs are due mainly to the increase in employee benefits expenses and in computer and communication expenses.

- **Net financing income in the first half of 2024** totaled NIS 3.4 million, compared to net financing income of NIS 6.1 million in the corresponding period last year, a 44% decrease. Financing income in the period increased due to interest income on the deposits. At the same time, financing expenses also increased as a result of a bank loan obtained at the end of 2023, resulting in reduced net financing income.

- **Net tax expense in the first half of 2024** totaled NIS 16.7 million, compared to NIS 12.2 million in the corresponding period last year, a 37% increase. The increase in the tax expense stemmed from the higher pre-tax profit. The increase in the effective tax rate is due to losses on securities in previous tears for which deferred taxes were not created.

- **The profit in the first half of 2024** totaled NIS 50 million, compared to NIS 44.3 million in the corresponding period last year, a 13% increase. Most of the increase in profit was due to the increase in revenue, less the increase in costs and in tax expenses, as explained above.

	Six Months ended		
	30.6.2024	**30.6.2023**	**Difference %**
Weighted average number of ordinary shares used to compute			
Basic earnings per share	92,444,048	98,833,478	(6%)
Diluted earnings per share	95,429,554	100,439,296	(5%)
Basic earnings per share in NIS	0.541	0.448	21%
Diluted earnings per share in NIS	0.524	0.441	19%

The revenue in the first six months of 2024 – below is the composition of the first six months revenue, compared to the corresponding period last year:

Revenue from services	**Six Months ended**				
	30.6.2024	**% of the Company's total revenues**	**30.6.2023**	**% of the Company's total revenues**	**% change**
Trading and clearing commissions	81,766	38%	77,451	40%	6%
	11% of the increase in revenue from trading and clearing commissions is due to an increase in the trading volumes and in the volume of creations/redemptions of mutual fund units. In opposition, a reduction in the effective commission rate in revenues from trading and clearing commissions on mutual funds and T-bills deducted 3% from the increase in revenue and there being two trading days less this period compared to the corresponding period last year reduced revenues by an additional 2%.				
Listing fees and levies	43,318	20%	40,445	21%	7%
	4% of the increase in revenue from listing fees and levies is due to an increase in revenue from annual levies, both as a result of the increase in the number of companies and funds that pay an annual levy, and due to the linkage of the levy rates to the CPI. In addition, 3% of the increase is due to an increase in revenue from examination fees and listing fees, mainly as a result of an increase in the listing applications and in the volumes raised this period compared to the corresponding period last year.				
Clearing House services	41,511	20%	38,087	20%	9%
	4% of the increase in revenue from Clearing House services is due to an increase in revenue from Clearing House services to members, mainly as a result of the expansion of the services in relation to information on OTC transactions and the linkage of the clearing fees to the CPI, 2% of the increase is due to an increase in revenue from Clearing House services to companies and funds, and 3% of the increase is due to an increase in revenue from custodian fees, as a result of the increase in the value of assets that are held in custodianship at TASE-CH.				
Data distribution and connectivity services	44,720	21%	34,491	18%	30%
	20% of the increase in revenue from data distribution and connectivity services is due to an increase in revenue from authorizations to use the TASE indices, mainly as a result of the updating of the index-usage authorization fees and the increased use of the TASE indices, 7% of the increase is due to an increase in revenue from data distribution to business and private customers, and 3% of the increase is due to an increase in revenue from connectivity services.				
Other revenue	2,088	1%	2,445	1%	(15%)
	The reduction in revenue is due mainly to one-time income received in the first quarter last year - a refund of municipal taxes for prior years in an amount of NIS 0.6 million.				
Total revenue from services	**213,403**	**100%**	**192,919**	**100%**	**11%**

Adjusted net profit and adjusted EBITDA data[3]

	Six Months ended		Difference	
	30.6.2024	30.6.2023	Amount	%
Adjusted EBITDA for the period:				
Profit before financing income (expenses), net	63,270	50,352	12,918	
Adjustments:				
Share-based payment expenses	3,518	2,256	1,262	
Depreciation and capital losses	27,592	26,501	1,091	
Adjusted EBITDA for the period:	**94,380**	**79,109**	**15,271**	**19%**
% of total revenue from services for the period	**44.2%**	**41.0%**		
Adjusted profit for the period:				
Profit for the period	49,990	44,256	5,734	
Adjustments:				
Share-based payment expenses	3,518	2,256	1,262	
Adjusted profit for the period:	**53,508**	**46,512**	**6,996**	**15%**
% of total revenue from services for the period	**25.1%**	**24.1%**		

- **The adjusted EBITDA in the first half of 2024** totaled NIS 94.4 million, as compared to NIS 79.1 million in the corresponding period last year, a 19% increase. The increase is due to an increase in profit before financing, in an amount of NIS 12.9 million, eliminating share-based payment expenses and depreciation expenses in an amount of NIS 2.4 million.
- **The adjusted profit in the first half of 2024** totaled NIS 53.5 million, compared to NIS 46.5 million in the corresponding period last year, a 15% increase. Most of the increase is due to an increase in revenue from services, less the increase in costs and in tax expenses, and the adjustment of the increase in costs with respect to share-based payments..

[3] Adjusted data for the profit and EBITDA (operating profit before interest, tax, depreciation and amortization): These data are based on the data in the Company's financial statements for the reported periods, after eliminating the effects of certain events and factors, as explained above, that are not typical of the Company's operating activities.
It is hereby clarified that the data presented above are not presented in accordance with generally accepted accounting principles and do not reflect the Company's cash flows from operating activities or its operating profits and net profit and, accordingly do not constitute a substitute for the data in the Company's financial statements regarding the operating profit and/or the net profit. Nevertheless, in the Company's opinion, these data enable a better comparison to be made of the Company's performance in the reported periods.

Summary of Information Relating to the Financial Position as of June 30, 2024 (NIS, in thousands):

	As of 30.06.2024	As of 31.12.2023		
	NIS, in thousands		Difference	% Change
Cash and cash equivalents and short-term financial assets	479,107	498,666	(19,559)	(4%)
Other current assets	38,656	28,048	10,608	38%
Property and equipment and intangible assets	467,646	460,460	7,186	2%
Other non-current assets	10,584	9,391	1,193	13%
Total assets (*)	**995,993**	**996,565**	**(572)**	**(0%)**
Current liabilities	165,171	399,390	(234,219)	(59%)
Non-current liabilities	171,819	195,455	(23,636)	(12%)
Total liabilities (*)	**336,990**	**594,845**	**(257,855)**	**(43%)**
Total equity	**659,003**	**401,720**	**257,283**	**64%**
Ratio of equity to total assets (*)	**66%**	**40%**		
Ratio of adjusted equity to total assets (*) (**)	**77%**	**51%**		
Surplus equity over regulatory requirements (in NIS millions)	**569**	**318**	**251**	**79%**
Surplus liquidity over regulatory requirements (in NIS millions)	**115**	**145**	**(30)**	**(21%)**

(*) The total assets and liabilities in the balance sheet as of 30.6.2024 and 31.12.2023, include a balance of assets and liabilities in respect of open derivative positions amounting to NIS 1,304 million and NIS 1,695 million, respectively, which for reasons of convenience in analyzing the financial position have been offset against each other in this report.

(**) The adjusted equity also includes the total deferred income from listing fees.

- The total assets as of 30.6.2024 amounted to NIS 996 million, compared to NIS 996.6 million as of 31.12.2023. The change in total assets is due to an increase in other receivables and property and equipment are offset by a decrease in cash and cash equivalents.
- The total liabilities as of 30.6.2024 amounted to NIS 337 million, compared to NIS 594.8 million as of 31.12.2023, a 43% decrease. Most of the decrease is due to a dividend declared and paid and to principal payments of a bank loan.
- The total equity as of 30.6.2024 amounted to NIS 659 million, compared to NIS 401.7 million as of 31.12.2023, a 64% increase. Most of the increase is due to an increase in a capital reserve as a result of receipts from the sale of shares within the framework of the TASE restructuring, in an amount of NIS 242.5 million.

Summary of Cash Flows for the Three Months Ended June 30, 2024 (NIS, in millions):

	Item	Three months ended June 30, 2024	Three months ended June 30, 2023	Explanations of the Company
Net cash from operating activities	Adjusted EBITDA	45.8	35.6	The increase in adjusted EBITDA is due mainly to an increase in pre-tax profit, in an amount of NIS 10 million.
	Changes in working capital	(22.9)	(2.2)	The decrease in working capital is due mainly to a decrease in trade and other receivables, as well as to a reduction in the liability for employee benefits.
	Financing and tax	(3.0)	(2.5)	The decrease is due mainly to higher tax payments compared to the corresponding quarter last year.
	Total	**19.9**	**30.9**	Cash flows from operating activities decreased by 5.6% between the quarters.
Net cash for investing activities	Investments in property and equipment and in intangible assets and capitalized payroll costs	(9.1)	(10.8)	The increase is due to the timing of implementation of the Group’s investment work plans in the quarters.
	Acquisition of financial assets, net	(0.4)	(1.2)	Acquisition of assets in accordance with the Company’s investments policy.
	Total	**(9.5)**	**(12.0)**	
Net cash for financing activities	Lease payments	(2.3)	(2.3)	
	Short-term credit	-	(0.9)	
	Acquisition of treasury shares	-	(108.0)	
	Long-term loan	(12.5)	-	
	Payments carried directly to equity within the framework of implementing the TASE Restructuring Law, net	-	6.8	Receipts the shareholders that realized shares that are subject to the provisions of the TASE Restructuring Law.
	Total	**(14.8)**	**(104.4)**	
Total decrease in cash and cash equivalents		**(4.4)**	**(85.5)**	

Presented below are Cash Flows for the Six months Ended June 30, 2024 (NIS, in millions):

	Item	Six months ended June 30, 2024	Six months ended June 30, 2023	Explanations of the Company
Net cash from operating activities	Adjusted EBITDA	94.4	79.1	The increase in adjusted EBITDA is due mainly to an increase of NIS 12.9 million in profit before financing, net of share-based payment expenses and depreciation expenses of NIS 2.4 million.
	Changes in working capital	(18.1)	6.7	The decrease in working capital is due mainly to the reduction of the obligation for employee benefits.
	Financing and tax	(14.4)	(6.5)	The decrease is due mainly to higher tax payments, net compared to the corresponding period last year.
	Total	**61.9**	**79.3**	Cash flows from operating activities decreased by 21.9% between the periods
Net cash for investing activities	Investments in property and equipment, intangible assets and capitalized payroll costs	(22.1)	(22.2)	
	Disposal (acquisition) of financial assets, net	0.1	(2.6)	Acquisition of assets in accordance with the Company's investments policy.
	Total	**(22.0)**	**(24.8)**	
Net cash for financing activities	Lease payments	(4.7)	(4.4)	
	Payments for the acquisition of treasury shares	-	(132.4)	
	Long-term loan	(25.0)	-	
	Dividend paid	(272.7)	-	
	Receipts carried directly to equity within the framework of implementing the ownership restructuring, net.	242.5	8.6	Receipts from shareholders that realized shares that are subject to the provisions of the TASE Restructuring Law.
	Total	**(59.9)**	**(128.2)**	
Total decrease in cash and cash equivalents		**(20.0)**	**(73.7)**	

4. Seasonality

The revenue of the Company from trading and clearing is affected, inter alia, by the number of trading and clearing days.

Presented below are expected trading days:

Year	Q1	Q2	Q3	Q4	TOTAL
2023	64	58	61	66	249
2024	63	57	65	58	243

5. Events During the Reporting Period and Thereafter

5.1 Disclosure on the effects of the "Swords of Iron" War

On 8.10.2023, the Government of Israel declared a state of war (which is still ongoing after the reporting date). This has had an unsettling effect on TASE and on the Israeli economy as a whole. The capital market declined, the Fear Index surged and the exchange rate of the dollar broke the NIS 4 ceiling. Nevertheless, the local market proved resilient, and already close to the end of October 2023 managed to curb the price drops and resume growth, as the indices regained and even somewhat exceeded their pre-war levels. Overall, in 2023 TASE's leading indices: TA-35, TA-90 and TA-125, increased by 4%, each, and by the end of 2023 the devaluation of the shekel subsided and the Fear Index dropped close to its pre-war level.
The War, the duration, intensity and scope of which are uncertain, has adverse effects on the Israeli market and economy, including: economic slowdown, exchange rate fluctuations, disruptions in the manufacturing and supply chain, further rise in food, commodity and energy prices, and increase in the government deficit and in the Debt-GDP ratio.
In response to the rising economic risk ensuing from the ongoing fighting and concerns for its expansion, the international credit rating agencies downgraded the State of Israel's sovereign credit rating, as follows: in mid-October 2023, Fitch and Moody's announced that Israel's credit rating is now under "Rating Watch Negative", and S&P reduced the rating outlook from "stable" to "negative".
In February 2024, Moody's reduced the State of Israel's credit rating from A1 to A2. Further to that, Moody's also reduced the credit rating of the five largest Israeli banks from A2 to A3, with a negative outlook.
In April 2024, international rating agency, S&P, also downgraded the State of Israel's credit rating from AA- to A+, maintaining the "negative" outlook. In April 2024, international rating agency, Fitch, affirmed Israel's credit rating of A+, but downgraded the outlook from "stable" to "negative".
The market volatility continued to revolve primarily around the security events, and at the end of the first quarter of 2024 the dollar appreciated by 3.6% relative to the shekel, the TA-125 index increased by 3.5% and the TA-90 index decreased by 3.4%.

5. Events During the Reporting Period and Thereafter (CONT.)

5.1 Disclosure on the effects of the "Swords of Iron" War (cont.)

In July 2024, the Bank of Israel published a macroeconomic forecast, which updated the principal macro parameters: GDP, inflation and interest. The new forecast was formulated based on the assumption that the direct economic effect of the fighting on the southern and northern fronts will persist through to the beginning of 2025. This assumption reflects persistent and more intense fighting compared to that perceived in the assumption that served as the basis for the previous forecast. Accordingly, the GDP growth rate was revised down, the anticipated inflation rate was revised up, and the interest rate is expected to reach 4.25% in the second quarter of 2025. The forecast is characterized by a particularly high degree of uncertainty, with a higher probability of more acute security scenarios than those embodied in the forecast, such as further prolonging of the war and enhancement of its intensity on the various fronts.

Alongside the anticipated impact of the Swords of Iron War on Israel's macroeconomic indicators and the growing uncertainty in the market, the War is also expected to affect the operations and profitability of corporations in Israel and increase the occurrence of insolvency proceedings and debt arrangements, which will entail higher credit losses and provisions for credit losses by financiers. Those effects, combined with the macroeconomic effects, could also affect, both indirectly and directly, the operations and profitability of TASE, this, inter alia, as a result of: changes in the prices of shares, changes in the prices of government and corporate bonds, changes in the volumes of activity in the various channels, change in the activity of the foreign investors and the institutional investors, and change in the volumes of capital and debt raising on TASE. At this stage, despite the time that has elapsed since the breakout of the war, due to the uncertainty surrounding the intensity and duration of the War, the Company is unable to assess the impact of those changes on its operations and profitability.

5.2 Move for the Sale of the Arrangement Shares

On 14.12.2023, the Board of Directors of TASE approved a move concerning the Arrangement Shares (hereafter in this section: "the Move"), this following the discussions held over the past two years between TASE and the five TASE members that hold the Arrangement Shares, which included controversies in relation to their continued holding of the Arrangement Shares and their entitlement to a dividend and TASE's resolution to discontinue the dividend distribution policy and adoption and execution of buyback plans. Within the framework of the Move, it was agreed that, subject to the payment by TASE of a special dividend in an amount of NIS 2.5 per share to all shareholders at TASE, the five TASE members that hold 17,156,677 Arrangement Shares (hereafter: "the Selling Shareholders") granted an irrevocable power of attorney to Leader & Co. Investment House Ltd. (hereafter: "Leader") for the sale of the aforesaid shares, for the duration of 12 months from the payment date of the aforesaid dividend, whereby, for each such sale TASE will receive the Excess Consideration (net of commissions and other related expenses).

5. Events During the Reporting Period and Thereafter (CONT.)

5.2 Move for the Sale of the Arrangement Shares (cont.)

It should be noted that, on 13.12.2023, the position of the Israel Securities Authority was received, pursuant to which it does not intervene in TASE’s position that the Move does not contradict the provisions of Amendment No. 63.

The move included the mutual waiver by the parties of any contention, demand or claim in connection with arguments that had been exchanged between them in relation to the Arrangement Shares, as aforementioned.

On 24.1.2024, the book building process was completed for the acquisition of the 17,156,677 Arrangement Shares by a number of Israeli public institutions and foreign public institutions (hereafter collectively: “the Acquiring Institutions”), at a price of NIS 20.6 per share.

The (gross) consideration for the shares totaled NIS 353.4 million, of which NIS 87 million was paid to the Selling Shareholders and TASE received (net, after deduction of commissions and other related expenses) NIS 242 million. The consideration transferred to TASE was carried directly to the equity of TASE and, in accordance with the provisions of Amendment No. 63 of the Securities Law, will be used for investment in technological infrastructure of TASE.

To complete the picture, it should be noted that, for the purpose of implementing the move and arranging the settlement of the transactions with the foreign Acquiring Institutions, TASE, Leader and Jefferies LLC (hereafter: “Jefferies”) entered into a distribution agreement.

As customary in this type of agreements, the distribution agreement includes representations by the parties thereto, including representations by TASE, inter alia, in relation to the appropriateness of the disclosure provided in the reports of TASE and the non-use of insider information. In addition, the Company has undertaken to indemnify Jefferies in instances set out in the distribution agreement. For details, see note 18 F to the annual financial statements.

It should also be noted that, as part of the Move and despite the existence of sufficient liquid balances, the Board of Directors of TASE has approved TASE’s engagement in an agreement with a bank for the receipt of a loan in an amount of up to NIS 150 million, for details see note 13 B to the annual financial statements for 2023 (hereafter: “the 2023 Annual Report”).

5.3 Dividends

On 2.1.2024, the Company paid a dividend of NIS 2.5 per share, in a total amount of NIS 231 million. For additional information, see the immediate report published by the Company on 14.12.2023 (reference no.: 2023-01-113470).

On 21.3.2024, the Company paid a dividend of NIS 0.45 per share, in a total amount of NIS 41.6 million. For additional information, see the immediate report published by the Company on 6.3.2024 (reference no.: 2024-01-023136).

5. Events During the Reporting Period and Thereafter (CONT.)

5.4 **Dividend Distribution Policy**

On 6.3.2024, the Board of Directors of the Company approved a dividend distribution policy in connection with the profits of the Company in the years 2024 to 2026 (hereafter: "the Dividend Distribution Policy"), pursuant to which, commencing on the date of approval of the financial statements as of 31.12.2024 through to the date of approval of the financial statements as of 31.12.2026, the termination date of the Dividend Distribution Policy, the Company will work to distribute to its shareholders a cash dividend at the rate of 50% of the annual net profit as per the Company's consolidated annual financial statements, this on the date of approval of the annual financial statements.

To remove any doubt, it is hereby clarified that the approval of the Dividend Distribution Policy does not obligate the Board of Directors of the Company to pass a resolution on the distribution of a dividend. Any resolution on the distribution of a dividend will be passed subject to compliance with the distribution criteria set out in the Companies Law, which would be reviewed on the date of passing of a resolution to distribute a dividend, and in consideration of the current business needs of the Company, the budget and the work plan of the Company for the year pertaining to the distribution, the liquidity situation of the Company, liabilities and covenants, as well as regulatory requirements that apply to companies in the Group (e.g. liquidity requirement and minimum capital requirement), all on the date that such resolution is passed. It is further clarified that the Board of Directors may modify and/or cancel and/or deviate from the Dividend Distribution Policy at any time.

5.5 **Collective relations in the Group**

Further to the stated in sections 1.25.3 and 1.42.17 of the "Description of the Company's Business" chapter included in the Company's periodic report for 2023 published on 6.3.2024 (reference No.: 2024-01-019876), regarding collective relations in the Company, on 28.3.2024, after obtaining the Board of Directors' approval, the Company entered into a special collective agreement for 2024-2028 (hereafter: "the New Collective Agreement") with the New General Labor Federation and the Company's Employees Representation.

The New Collective Agreement, similarly to the previous collective agreements, contains various provisions regarding the terms of employment of the Company employees, including provisions that prescribe work hours and terms of wages as well as related benefits and conditions (such as: annual bonuses, pay rises, social and related benefits such as pension insurance, severance pay, advanced study fund, vacations, sick pay, recreation, travel expenses/company car/lease, employee loans, welfare expenses, etc.).

The principal changes in the New Collective Agreement relative to previous collective agreements include modification of the calculation of overtime; stipulation of arrangements for the employment of outsourced workers; updating of the pay rise to the effect that, starting in the New Collective Agreement and thereafter, the annual pay rise for employees will be at a rate of 3% of the total salary, and cancellation of the linkage to the CPI (*);

5. Events During the Reporting Period and Thereafter (CONT.)

5.5 Collective relations in the Group

setting of a mechanism and provisions for the payment of an annual bonus at a rate of 12% of the annual profit (before tax) as reported in the Company's statement of profit or loss, excluding extraordinary profits or losses, which shall not exceed the ceiling stipulated in the Agreement and will be payable subject to the achievement of a minimum profit target; the application of Section 14 of the Severance Law to any employee hired by TASE starting on the date of the Agreement and thereafter.

The Company believes that the effect on the results of the Company of the Collective Agreement is immaterial.

Upon the signing of the New Collective Agreement, the labor dispute declared on 6.11.2022 was rescinded. The New Collective Agreement is exhaustive of the demands of the Employees Representation, including any financial demand through to the end-date of the Agreement, and includes an undertaking by the Employees Representation to refrain from industrial action throughout the period of the Agreement, while TASE, on its part, has undertaken to refrain from unilateral changes in vested rights and terms of employment.

For additional information, see the immediate report published by the Company on 6.3.2024 (reference no.: 2024-01-034584).

(*) This, compared to a pay rise at a rate of 3.5% of the salary or at the rate of increase in the CPI with the addition of 1.5%, as the greater of the two, pursuant to previous collective agreements.

5.6 Appointment and equity compensation of the Legal Counsel - 2023 warrant plan

On 15.2.2024, the Legal Counsel of the Company was granted 176,342 warrants out of the Company's pool of warrants, which are exercisable, each, into one ordinary share of the Company at an exercise price of NIS 23.58. For additional information, see note 7 to the Company's consolidated financial statements as of 31.3.2024.

5.7 Equity compensation to directors

On 27.2.2024, Mr. Yoav Chelouche, a director of the Company, stepped down. Accordingly, 52,011 warrants that had been granted to him were forfeited and returned to the Company's pool of warrants. For details, see section 5.2 to the Description of the Company's Business.

5. Events During the Reporting Period and Thereafter (CONT.)

5.8 Retention plan for the CEO

On 30.5.2024, the term of the CEO's retention loan of NIS 3.5 million, which had been granted as part of a first retention plan, as described in note 14 E (b)(2) to the annual financial statements as of 13.12.2023, expired. The amount of the loan became a one-time bonus to the CEO.

5.9 Updating of TASE's Pricelist for Custody Services (Account Management Fees) of the TASE clearing House.

In July 2024, TASE published a pricelist update proposal for public comments in connection with the updating of the custody commission (account management fees) that is collected by TASE-CH from TASE-CH members that are not exclusively custodians.
For further details, see the immediate report published by the Company on 18.07.2024 (reference no.: 2024-01-076141).

ABOUT TASE

The Company, including by means of the subsidiaries consolidated in its financial statements (collectively, "the Group"), is engaged in the area of securities trading and securities clearing.

Within this framework, the Group is engaged in setting rules regarding the TASE companies, rules for listing securities on TASE (including the obligations that apply to companies whose securities are listed) and rules regarding trading on TASE. The Group operates trading systems and provides clearing services for both listed and non-listed securities. In addition, the Group operates a derivative clearing house that writes derivatives that are traded on TASE, clears them and serves as a central counterparty for transactions in them. The Group provides central counterparty (CCP) services for transactions in securities and derivatives that are executed on TASE and also provides central securities depository (CSD) services for securities. The Group engages in calculating security indices, in authorizing the use of indices for the creation of financial instruments that track the indices, and in distributing TASE trading data. In addition, since January 2018, the Group operates a nominee company as defined in the Securities Law (securities traded on TASE are registered in the nominee company's name). The Company has one area of activity that is reported as a business segment in the Company's consolidated financial statements – trading and clearing transactions in securities

CONTACTS

Yehuda Ben Ezra		**Orna Goren**	
EVP, CFO		**Head of Communication and Public Relations Unit**	
Email:	cfo@tase.co.il	Email:	ir.tase@tase.co.il
Tel:	+972-76-8160442	Tel:	+972-76-8160405

Appendices

Information relating to the results for the second quarter of 2024 (NIS, in thousands)

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION (NIS, in thousands)

	June 30,		December 31,
	2024	**2023**	**2023**
Assets			
Current assets			
Cash and cash equivalents	388,705	118,958	408,484
Financial assets at fair value through profit or loss	90,402	200,026	90,182
Trade receivables	19,956	16,420	18,671
Other receivables	18,700	20,093	9,377
	517,763	**355,497**	**526,714**
Assets derived from clearing operations in respect of open derivative positions	1,303,830	1,545,977	1,695,082
Total current assets	**1,821,593**	**1,901,474**	**2,221,796**
Non-current assets			
Cash restricted as to use	-	731	-
Deferred tax assets	3,101	4,660	4,033
Property and equipment, net	309,214	303,672	307,144
Intangible assets, net	158,432	146,482	153,316
Other long-term receivables	7,483	6,791	5,358
Total non-current assets	**478,230**	**462,336**	**469,851**
Total assets	**2,299,823**	**2,363,810**	**2,691,647**

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION (NIS, in thousands) **(CONT.)**

	June 30,		December 31,
	2024	**2023**	**2023**
Liabilities and Equity			
Current liabilities			
Current maturities of a loan from a bank	49,934	-	49,946
Current maturities of lease liabilities	8,270	6,563	4,740
Trade payables	9,156	8,889	13,063
Other payables	4,424	5,437	5,204
Dividend declared	-	-	231,110
Income received in advance with respect to annual levies	22,838	19,956	-
Deferred income from listing fees, levies and others	28,246	28,213	28,734
Current tax liabilities	10,048	5,853	11,196
Short-term liabilities for employee benefits	32,255	41,423	55,397
	165,171	**116,334**	**399,390**
Liabilities derived from clearing operations in respect of open derivative positions	1,303,830	1,545,977	1,695,082
Total current liabilities	**1,469,001**	**1,662,311**	**2,094,472**
Non-current liabilities			
Loan from a bank	74,936	-	99,888
Lease liabilities	13,768	4,542	9,009
Deferred income from listing fees and levies	76,664	76,577	77,058
Non-current liabilities for employee benefits	6,451	5,008	9,500
Other liabilities	-	731	-
Total non-current liabilities	**171,819**	**86,858**	**195,455**
Equity			
Remeasurement of net defined benefit liability	7,671	7,945	4,745
Capital reserve in respect to share-based payment transactions	43,445	36,043	39,927
Other capital reserves	309,432	66,057	66,975
Retained earnings	298,455	504,596	290,073
Total equity	**659,003**	**614,641**	**401,720**
Total liabilities and equity	**2,299,823**	**2,363,810**	**2,691,647**

CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

(NIS, in thousands)

	Six months ended June 30,		Three months ended June 30,		Year ended December 31,
	2024	**2023**	**2024**	**2023**	**2023**
Revenue from services:					
Trading and clearing commissions	81,766	77,451	38,812	35,528	155,589
Listing fees and levies	43,318	40,445	21,715	20,143	81,120
Clearing House services	41,511	38,087	21,531	18,974	78,208
Distribution of data and connectivity services	44,720	34,491	22,119	17,367	71,176
Other revenue	2,088	2,445	933	891	3,762
Total revenue from services	**213,403**	**192,919**	**105,110**	**92,903**	**389,855**
Cost of revenue:					
Employee benefits expenses	78,328	75,238	39,298	37,067	153,643
Expenses in respect to share-based payments	3,518	2,256	1,405	1,645	6,140
Computer and communications expenses	21,306	17,927	10,469	8,914	38,559
Property taxes and building maintenance expenses	6,654	6,461	3,390	3,234	13,732
Other operating expenses	1,700	1,133	1,000	599	2,470
General and administrative expenses	4,901	4,602	2,416	2,357	9,389
Marketing expenses	2,004	3,291	663	2,428	5,693
Fee to the Israel Securities Authority	4,135	4,857	2,043	2,428	8,098
Depreciation and amortization	27,556	25,908	14,060	13,040	52,412
Other expenses	31	894	22	879	1,380
Total costs	**150,133**	**142,567**	**74,766**	**72,591**	**291,516**
Profit before financing income (expenses), net	**63,270**	**50,352**	**30,344**	**20,312**	**98,339**
Financing income	8,721	6,344	4,508	3,696	11,952
Financing expenses	5,285	200	2,509	80	645
Total financing income (expenses), net	**3,436**	**6,144**	**1,999**	**3,616**	**11,307**
Profit before taxes on income	**66,706**	**56,496**	**32,343**	**23,928**	**109,646**
Taxes on income	16,716	12,240	8,063	5,153	26,440
Profit for the year	**49,990**	**44,256**	**24,280**	**18,775**	**83,206**
Basic earnings per share (NIS)	**0.541**	**0.448**	**0.263**	**0.191**	**0.859**
Diluted earnings per share (NIS)	**0.524**	**0.441**	**0.253**	**0.188**	**0.840**

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY (NIS in thousands)

	Share-based payment reserve	Remeasurement of net defined benefit liability	Other capital reserves	Retained earnings	Total
Balance at January 1, 2024	**39,927**	**4,745**	**66,975**	**290,073**	**401,720**
Profit for the period	-	-	-	49,990	49,990
Other comprehensive loss for the period	-	2,926	-	-	2,926
Total comprehensive income for the period	**-**	**2,926**	**-**	**49,990**	**52,916**
Share-based payment	-	-	-	(41,608)	(41,608)
Acquisition of Treasury shares	3,518	-	-	-	3,518
Receipts from shareholders within the framework of implementing the ownership restructuring, net	-	-	242,457	-	242,457
Balance at June 30, 2024	**43,445**	**7,671**	**309,432**	**298,455**	**659,003**

	Share-based payment reserve	Remeasurement of net defined benefit liability	Other capital reserves	Retained earnings	Total
Balance at April 1, 2024	**42,040**	**5,058**	**309,432**	**274,175**	**630,705**
Profit for the period	-	-	-	24,280	24,280
Other comprehensive loss for the period	-	2,613	-	-	2,613
Total comprehensive income for the period	**-**	**2,613**	**-**	**24,280**	**26,893**
Share-based payment	1,405	-	-	-	1,405
Acquisition of Treasury shares	-	-	-	-	-
Receipts from shareholders within the framework of implementing the ownership restructuring, net	-	-	-	-	-
Balance at June 30, 2024	**43,445**	**7,671**	**309,432**	**298,455**	**659,003**

CONSOLIDATED STATEMENTS OF CASH FLOWS (NIS, in thousands)

	Six months ended June 30,		Three months ended June 30,		Year ended December 31,
	2024	2023	2024	2023	2023
CASH FLOWS FROM OPERATING ACTIVITIES					
Profit for the period	49,990	44,256	24,280	18,775	83,206
Expenses in respect of share-based payments	3,518	2,256	1,405	1,645	6,140
Tax expenses recognized in profit or loss	16,716	12,240	8,063	5,153	26,440
Net financing expenses (income) recognized in profit or loss	(3,436)	(6,144)	(1,999)	(3,616)	(11,307)
Depreciation and amortization	27,556	25,908	14,060	13,040	52,412
Loss from disposal of property and equipment and intangible assets	36	593	3	578	691
	94,380	79,109	45,812	35,575	157,582
Changes in asset and liability items:					
Decrease (increase) in trade receivables and other receivables	(12,733)	(15,591)	(86)	5,047	(9,130)
Decrease (increase) in receivables in respect to open derivative positions	391,252	(608,718)	448,925	(174,882)	(757,823)
Increase in trade payables and other payables	(4,905)	(1,475)	(2,141)	(1,799)	1,212
Increase in income received in advance with respect to annual levies	22,838	19,956	(8,634)	(8,464)	-
Increase (decrease) in deferred income from listing fees, levies and others	(882)	(2,081)	(1,880)	(809)	(1,079)
Increase (decrease) in payables in respect to open derivative positions	(391,252)	608,718	(448,925)	174,882	757,823
Increase (Decrease) in liabilities for employee benefits	(22,391)	5,843	(10,192)	3,874	20,152
	(18,073)	6,652	(22,933)	(2,151)	11,155
Interest received	8,383	4,872	4,258	2,089	10,564
Interest paid	(4,999)	(318)	(2,191)	(150)	(567)
Tax payments - operating activities	(17,806)	(11,015)	(5,075)	(4,401)	(18,461)
	(14,422)	(6,461)	(3,008)	(2,462)	(8,464)
Net cash provided by operating activities	**61,885**	**79,300**	**19,871**	**30,962**	**160,273**
CASH FLOWS FROM INVESTING ACTIVITIES:					
Purchase of property and equipment	(3,249)	(1,744)	(865)	(548)	(10,138)
Acquisitions of intangible assets	(9,738)	(9,070)	(4,501)	(4,442)	(20,836)
Payments in respect to costs capitalized to property and equipment and to intangible assets	(9,104)	(11,411)	(3,727)	(5,786)	(19,591)
Disposal (acquisition) of financial assets at fair value through profit or loss, net	117	(2,623)	(355)	(1,223)	107,589
Net cash used in investing activities	**(21,974)**	**(24,848)**	**(9,448)**	**(11,999)**	**57,024**
CASH FLOW FROM FINANCING ACTIVITIES:					
Lease payments	(4,697)	(4,398)	(2,347)	(2,273)	(8,848)
short term credit	-	-	-	(889)	-
Dividend paid	(272,718)	-	-	-	-
Acquisition of Treasury shares	-	(132,408)	-	(108,030)	(155,255)
Loan from a bank	(25,000)	-	(12,500)	-	150,000
Receipts (payments) carried directly to equity within the framework of implementing the TASE Restructuring Law, net	242,457	8,620	-	6,771	12,753
Net cash provided by (used in) financing activities	**(59,958)**	**(128,186)**	**(14,847)**	**(104,421)**	**(1,350)**
Net increase in cash and cash equivalents	(20,047)	(73,734)	(4,424)	(85,458)	215,947
Cash and cash equivalents, beginning of the period	408,484	192,416	392,955	204,271	192,416
Effect of changes in exchange rates on cash balances held in foreign currency	268	276	174	145	121
Cash and cash equivalents, end of the period	**388,705**	**118,958**	**388,705**	**118,958**	**408,484**

Quarterly statements of profit or loss for 2023 and for the first half of 2024 (NIS, in thousands)

Item	Jan-Mar 2023	Apr-Jun 2023	Jul-Sep 2023	Oct-Dec 2023	Jan-Mar 2024	Apr-Jun 2024	2023
			(Unaudited)				(Audited)
Number of trading days	64	58	61	66	63	57	249
Revenue from services:							
Trading and clearing commissions	41,923	35,528	36,948	41,190	42,954	38,812	155,589
Listing fees and levies	20,302	20,143	20,489	20,186	21,603	21,715	81,120
Clearing House services	19,113	18,974	19,155	20,966	19,980	21,531	78,208
Distribution of data and connectivity services	17,124	17,367	18,111	18,574	22,601	22,119	71,176
Other revenue	1,554	891	785	532	1,155	933	3,762
Total revenue from services	**100,016**	**92,903**	**95,488**	**101,448**	**108,293**	**105,110**	**389,855**
Cost of revenue							
Expenses in respect of employee benefits, net	38,171	37,067	38,071	40,334	39,030	39,298	153,643
Share-based payment expenses	611	1,645	1,883	2,001	2,113	1,405	6,140
Computer and communication expenses	9,013	8,914	10,183	10,449	10,837	10,469	38,559
Property taxes and building maintenance expenses	3,227	3,234	3,836	3,435	3,264	3,390	13,732
General and administrative expenses	2,245	2,357	2,166	2,621	2,485	2,416	9,389
Marketing expenses	863	2,428	820	1,582	1,341	663	5,693
Fee to the Israel Securities Authority	2,429	2,428	1,242	1,999	2,092	2,043	8,098
Other operating expenses	534	599	760	577	700	1,000	2,470
Depreciation and amortization expenses	12,868	13,040	13,046	13,458	13,496	14,060	52,412
Other expenses	15	879	56	430	9	22	1,380
Total cost of revenue	**69,976**	**72,591**	**72,063**	**76,886**	**75,367**	**74,766**	**291,516**
Profit before financing income (expenses), net	**30,040**	**20,312**	**23,425**	**24,562**	**32,926**	**30,344**	**98,339**
Financing income	2,648	3,696	2,128	3,480	4,213	4,508	11,952
Financing expenses	120	80	140	305	2,776	2,509	645
Total financing income (expenses), net	**2,528**	**3,616**	**1,988**	**3,175**	**1,437**	**1,999**	**11,307**
Profit before taxes on income	**32,568**	**23,928**	**25,413**	**27,737**	**34,363**	**32,343**	**109,646**
Taxes on income	7,087	5,153	7,186	7,014	8,653	8,063	26,440
Net profit	**25,481**	**18,775**	**18,227**	**20,723**	**25,710**	**24,280**	**83,206**

Transactional Services

	Six months ended June 30,		Three months ended June 30,		Year ended December 31,
	2024	2023	2024	2023	2023
Number of trading days	120	122	57	58	249
SHARES					
Shares (ex. ETFs)	964	927	964	927	953
ETFs on share indices	123	82	123	82	102
Market value (in NIS billions)	**1,087**	**1,009**	**1,087**	**1,009**	**1,055**
Shares (ex. ETFs)	1,666	1,715	1,731	1,696	1,598
ETFs on share indices	483	387	431	369	400
Average daily turnover (in NIS millions)	**2,149**	**2,102**	**2,162**	**2,065**	**1,998**
Average commissions	0.01120%	0.01106%	0.01131%	0.01129%	0.01129%
Revenue (in NIS thousands)	**28,886**	**28,353**	**13,934**	**13,526**	**56,176**
BONDS					
Corporate bonds	447	425	447	425	447
ETFs on bond indices	30	28	30	28	29
Total market cap (in NIS billions)	**477**	**453**	**477**	**453**	**476**
Corporate bonds ADV excluding ETFs (in NIS millions)	1,040	905	1,024	834	902
ETFs on bond indices	101	112	96	98	114
Total average daily volume (in NIS millions)	**1,141**	**1,017**	**1,120**	**932**	**1,016**
Corporate bonds - Average commissions	0.00712%	0.00703%	0.00718%	0.00705%	0.00705%
Revenue from corporate bonds (in NIS thousands)	**9,753**	**8,720**	**4,581**	**3,811**	**17,833**
Government bonds -Unlinked	347	292	347	292	308
Government bonds -Linked	315	309	315	309	304
Total market cap (in NIS billions)	**662**	**601**	**662**	**601**	**612**
Government bonds - Unlinked ADV (in NIS millions)	2,333	1,774	2,183	1,651	1,902
Government bonds - Linked ADV (in NIS millions)	1,024	1,047	1,084	979	1,009
Total average daily volume (in NIS millions)	**3,357**	**2,821**	**3,267**	**2,630**	**2,911**
Government bonds Unlinked - Average commissions	0.00201%	0.00196%	0.00200%	0.00198%	0.00202%
Government bonds Linked - Average commissions	0.00299%	0.00296%	0.00298%	0.00298%	0.00303%
Government bonds (in NIS thousands)	5,630	4,247	2,484	1,897	9,579
Government bonds (in NIS thousands)	3,672	3,775	1,844	1,690	7,615
Revenue from Government bonds (in NIS thousands)	**9,302**	**8,022**	**4,328**	**3,587**	**17,194**
TREASURY BILLS					
Market value (in NIS billions)	249	282	249	282	305
Treasury bills ADV (in NIS millions)	1,660	1,341	1,365	1,302	1,397
Average commissions	0.00317%	0.00453%	0.00359%	0.00407%	0.00379%
Revenue (in NIS thousands)	**6,313**	**7,409**	**2,797**	**3,077**	**13,170**

	Six months ended June 30,		Three months ended June 30,		Year ended December 31,
	2024	2023	2024	2023	2023
MUTUAL FUNDS					
Market value (in NIS billions)	375	297	375	297	330
Average daily value of creation / redemptions (in NIS millions)	1,827	1,407	1,826	1,306	1,424
Average commissions	0.00758%	0.00815%	0.00769%	0.00860%	0.00813%
Revenue (in NIS thousands)	**16,615**	**13,984**	**8,005**	**6,516**	**28,819**
DERIVATIVES					
Options on indices	108.8	108.4	117.9	106.4	108.5
Derivatives on FX	34.6	39.5	39.8	36.7	36.1
Derivatives on single shares	15.3	11.3	10.1	10.1	12.7
Total derivative contracts (in '000 units)	**158.7**	**159.2**	**167.8**	**153.2**	**157.3**
Options on indices - Average commissions	0.563	0.580	0.545	0.580	0.580
Derivatives on FX -Average commissions	0.360	0.360	0.360	0.360	0.360
Derivatives on single shares- Average commissions	1.0	1.0	1.0	1.0	1.0
Revenue (in NIS thousands)	**10,798**	**10,825**	**5,126**	**4,947**	**22,170**
OTHER					
Other (MTS) (in NIS thousands)	**99**	**138**	**41**	**64**	**227**
Total revenue from Trading and clearing commissions	**81,766**	**77,451**	**38,812**	**35,528**	**155,589**

Non-Transactional Services

	Six months ended June 30,		Three months ended June 30,		Year ended December 31,
	2024	2023	2024	2023	2023
CLEARING HOUSE SERVICES					
Average Monthly Market value of assets (in NIS billions)	3,121	2,853	3,132	2,877	2,890
Avg. commissions from Custodian Fees	0.00108%	0.00110%	0.00108%	0.00110%	0.00110%
Revenue from: (in NIS thousands)					
Custodian Fees	16,875	15,632	8,458	7,891	31,711
Clearing House services for members	13,399	11,999	6,510	5,574	25,823
Clearing House services for company events	8,341	7,637	5,209	4,071	15,120
Other	2,896	2,819	1,354	1,438	5,554
Total revenue from Clearing House services	**41,511**	**38,087**	**21,531**	**18,974**	**78,208**
LISTING FEES AND LEVIES					
Weighted avg. number of companies / funds					
Companies	620	627	619	624	621
Mutual funds and ETFs	2,288	2,326	2,264	2,309	2,314
Avg. revenue from levies (in NIS thousands)					
Companies	11.4	10.9	5.7	5.5	22.0
Mutual funds and ETFs	4.3	4.0	2.2	2.0	8.0
Revenue from Annual Levies from: (in NIS thousands)					
Companies	7,100	6,840	3,543	3,443	13,670
Mutual funds and ETFs	9,859	9,392	4,926	4,652	18,682
Nominee Company and others	4,609	3,658	2,408	1,820	7,399
Total revenue from Annual levies	**21,568**	**19,890**	**10,877**	**9,915**	**39,751**
The value of issuance used to calculate Listing fees (in NIS millions)					
Companies – Shares, Bonds and ETFs	73,445	59,470	30,356	30,806	139,052
Government bonds (including swap transactions)	116,487	40,379	49,156	23,928	116,323
Treasury-bills	215,572	208,889	113,658	79,196	403,460
Number of issuances					
Number of public offerings of shares on TASE (including on TASE-UP)	30	35	10	19	66
Number of new issuers of shares	3	1	1	-	1
Number of new (dual-listed) companies	2	2	2	-	2
Number of Offerings and Volumes Raised					
Amount raised in share IPOs of new issuers (in NIS millions)	458	145	313	-	145
Amount raised in bond offerings by new issuers (in NIS millions)	136	523	136	418	2,049
Number of corporate bond offerings to the public	89	67	34	34	137
Number of corporate bond offerings to the public by new companies	1	3	1	1	9
Average revenue from Examination and Listing Fees					
Companies – shares, bonds and ETFs	0.0156%	0.0173%	0.0144%	0.0180%	0.0166%

	Six months ended June 30,		Three months ended June 30,		Year ended December 31,
	2024	2023	2024	2023	2023
Revenue from Examination and Listing Fees (in NIS thousands)					
Examination fees	**4,201**	**3,726**	**2,161**	**1,780**	**7,048**
Receipts from listing Fees					
Listing fees - shares, bonds & ETF's	11,470	10,273	4,368	5,543	23,152
Listing fees - government bonds	3,238	3,133	1,619	1,566	6,266
Listing of T-bills	1,508	1,462	795	554	2,824
Levies and examination fees from members	893	57	863	-	226
Other	404	122	181	96	490
Total receipts	**17,513**	**15,047**	**7,826**	**7,759**	**32,958**
Accounting adjustments to revenue recognition	**36**	**1,782**	**851**	**689**	**1,363**
Total revenue from listing Fees	**17,549**	**16,829**	**8,677**	**8,448**	**34,321**
Total revenue from examination and listing fees (in NIS thousands)	**21,750**	**20,555**	**10,838**	**10,228**	**41,369**
Total revenue from listing fees and levies	**43,318**	**40,445**	**21,715**	**20,143**	**81,120**
DATA DISTRIBUTION AND CONNECTIVITY SERVICES					
Average number of data terminals					
Domestic business clients	7,444	7,312	7,397	7,245	7,345
Overseas business clients	5,357	5,845	4,866	5,968	5,892
Non-display data	216	269	200	230	261
Revenue from distribution and connectivity services (in NIS thousands)					
Domestic business clients	9,379	8,830	4,656	4,380	17,800
Overseas business clients	5,737	5,623	2,728	3,034	12,330
Private clients	5,377	4,120	2,879	2,017	8,584
Derivative date and non-display data	2,331	2,273	1,165	1,074	4,613
Data files and other data	2,579	2,295	1,320	1,128	4,656
Authorization for indices usage	12,043	4,973	5,757	2,511	10,181
Connectivity services	7,274	6,377	3,614	3,223	13,012
Total revenue from Data distribution and Connectivity services	**44,720**	**34,491**	**22,119**	**17,367**	**71,176**

Presented below are details regarding the velocity of trading [1] in Israel in the reported period:

	Six months ended June 30, 2024	Six months ended June 30, 2023	% Change	Three months ended June 30, 2024	Three months ended June 30, 2023	% Change	Year ended December 31, 2023
Velocity of trading							
Shares	40.6%	44.7%	(9%)	42.2%	44.3%	(5%)	42.5%
Corporate bonds [2]	57.8%	59.4%	(3%)	55.8%	54.7%	2%	57.6%
Government bonds – shekel [3]	138.9%	130.7%	6%	128.0%	121.9%	5%	132.4%
Government bonds – linked [4]	70.4%	74.8%	(6%)	74.3%	69.1%	7%	72.2%
Treasury bills	141.7%	116.5%	22%	123.5%	107.3%	15%	110.8%

(1) The velocity of trading does not include off-exchange transactions.

(2) The velocity of trading does not include data of corporate bonds traded on TASE UP.

(3) Including "Shahar" fixed-interest shekel bonds and short-term government bonds.

(4) Including CPI-linked bonds, "Gilon" variable-interest shekel bonds and global government bonds.

Deferred income from listing fees

	Deferred income from listing fees as of 31.12.23	Total receipts for the Six months ended 30.06.24	Income recognition in Six months ended 30.06.24	Deferred income from listing fees as of 30.06.24	Income recognition in Twelve months ended 30.06.25	Income recognition in Twelve months ended 30.06.26	Income recognition in Twelve months ended 30.06.27	Deferred income from listing fees as of 30.6.27
Listing of								
Shares	25.5	2.3	3.0	24.8	5.6	4.8	3.9	10.5
Corporate bonds [1]	43.0	6.5	7.5	42.0	12.9	9.4	6.6	13.1
ETF	22.7	2.7	2.5	22.9	4.8	4.0	3.2	10.9
Government bonds	12.5	3.2	2.4	13.3	3.4	3.1	2.8	4.0
T-bills	1.3	1.5	1.4	1.4	1.4	0.0	0.0	0.0
Total	**105.0**	**16.2**	**16.8**	**104.4**	**28.1**	**21.3**	**16.5**	**38.5**

(1) Including TASE-UP.