



July 1, 2013

**Summary of the Monetary Committee discussion and decision on June 17, 2013
regarding the renewal of the agreement on liquidation of the assets of the Stock
Exchange Clearing Houses risk funds**

Monetary Committee decision:

The Committee members decided that the agreement will be extended for a period of two years, to June 30, 2015. The extension contract will be signed and come into force when the required amendments to the bylaws of the Tel Aviv Stock Exchange Clearing House Ltd. and the rules and regulations of the Maof Clearing House, with wording acceptable to the Bank of Israel, come into effect. These amendments relate to the Governor receiving advance notice—and an opportunity to make his position known—in agreed-upon cases.

Background:

The liquidation agreement was approved about a year ago by the Monetary Committee. The Tel Aviv Stock Exchange approached the Bank of Israel to request an extension of the agreement for an additional period of time.

Further details can be found in the summary of the Monetary Committee discussion on March 25–26, 2012, and the summary of the discussion on March 20, 2013.

Participants:

Members of the Monetary Committee

Prof. Stanley Fischer, Governor of the Bank of Israel, Chairperson

Prof. Alex Cukierman

Dr. Karnit Flug, Deputy Governor of the Bank of Israel

Prof. Reuben Gronau

Prof. Rafi Melnick

Mr. Barry Topf, Senior Advisor to the Governor on Monetary Policy Issues

Other participants:

Mr. Andrew Abir, Director of the Market Operations Department

Mr. Tal Biber, Head of Markets Division

Ms. Tsila Billet, Assistant to the Secretary of the Monetary Committee and the Supervisory Council

Ms. Irit Mendelson, Director of the Accounting, Payment and Settlement Systems Department

Ms. Mimi Regev, Head of the Market Surveillance and Analysis Unit

Adv. Tida Shamir, General Counsel