

April 12, 2021

Publication of a draft amendment to the Tel-Aviv Stock Exchange Rules and Regulations
– Renewable Energy

Following the immediate report of the Partnership dated January 6, 2021 (Ref. No. 2021–01–001969) relating to the examination of the possible entry into activities in the renewable energy field, as well as the immediate report dated February 7, 2021 (Ref. No. 2021–01–015120) relating to the engagement of the General Partner individuals in a MOU with Enlight Renewable Energy Ltd. for an exclusive joint venture in the launch, development, financing, establishment and operation of Offshore Wind energy projects in the International market, the Partnership provides an update that today a draft amendment to the Stock Exchange Rules and Regulations was issued for public comments. The draft amendment in principle allows oil and gas partnerships to integrate into their operations renewable energy projects, as this term is defined in the Electricity Sector Law, 1996, including the storage of energy that was produced by the Partnership or an entity held by the Partnership (hereinafter: “**Draft Amendment**”)¹, subject to the approval of the amendment of the Partnership' Agreement at the General Meeting of participation units holders allowing this activity and the receipt of all the legally required approvals.

In accordance with the Draft Amendment, a partnership in the oil and gas field can integrate into its operations renewable energy projects. This is subject to a limit, set out in the partnership agreement, for the total combined value of the investments in the renewable energy projects, of 25% of the total value of the assets of the partnership as at the date of publication of the immediate report detailing the decision to invest in renewable energy projects (as these terms are defined in the Draft Amendment).

The Partnership is studying the Draft Amendment as well as the calling of a meeting of the participation unit holders to approve the amendment of the Partnership agreement so that it will allow such activities.

Warning about Forward-Looking Information – as at the current date there is no certainty that the Amendment will be approved and that all required approvals will be received to allow the Partnership to operate in the renewable energy field. In addition, even in case the Amendment is approved, there is no certainty of its final version and therefore there is no certainty of the type and size of the projects that the partnership can integrate into its operations, if at all, and/or the effect of the entry into the renewable energy field on the results of the Partnership (if any).

¹ See the Tel Aviv Stock Exchange report April 12, 2021: <https://mayafiles.tase.co.il/reports/1364001-1365000/E1364013.pdf>.

