

Date: 08/09/2019

To:

All Participants

**Re: Invitation For Pre-Qualification for Participation in a Tender for the Acquisition of Holdings in Ashdod Desalination Ltd. and Ashdod Desalination – Operation Ltd. ("Invitation") – Addendum No. 7**

1. All capitalized terms used and not defined herein shall have the meaning ascribed to them in the Invitation.
2. Pursuant to the provisions of Section 2.11 (*Addenda*) of the Invitation, the attention of all Participants is drawn to Clarifications and Addendum to the Invitation, attached to this Addendum as **Appendix I**.
3. As set forth in Section 2.11(e) of the Invitation, you are kindly requested to acknowledge receipt of this Addendum, no later than 2 (two) days following receipt thereof, by a written notice to the Tender Committee, in the format attached to this Addendum as **Appendix II**.

Sincerely,

Maharan Frozenfar

CC: Members of the Tender Committee

**APPENDIX I - CLARIFICATIONS AND ADDENDUM**

<b>Invitation to Bid</b>		<b>Section</b>
1.	<p>The Tender Committee hereby notifies the Participants that a virtual data room ("VDR") is opened for Participants who submitted the signed NDA published by the Tender Committee. An e-mail from <a href="mailto:welcome@intralinks.com">welcome@intralinks.com</a> with a link for subscription to the VDR was sent to the Authorized Representative of such Participants.</p> <p>It is hereby clarified that access to the VDR does not constitute any confirmation or declaration by the Tender Committee regarding the compliance of the Participants with the Pre-Qualification Requirements. Following examination of the Pre-Qualification Submissions by the Tender Committee, the access to the VDR will be revoked for any Participant who will not be announced as an Eligible Participant.</p> <p>All issues relating to the VDR, including technical malfunctions, should be addressed only to the Tender Committee and not to the VDR service provider.</p>	Section 6 of the Invitation.
2.	<p><b>Q:</b> The Tender Committee is requested to provide detailed information regarding the involvement of IDE Technologies Ltd. ("<b>IDE</b>") in the Project.</p> <p><b>A:</b> The Tender Committee clarifies as follows:</p> <ol style="list-style-type: none"> <li>1. The Concessionaire has engaged IDE for provision of certain services, including performance of a survey and preparation of a report, as specified in the Professional Services Agreement entered into between the Concessionaire and IDE, dated June 5, 2017 (the "<b>Professional Services Agreement</b>"). For the avoidance of doubt, it is clarified that neither of the Tender Committee, the Seller or the Concessionaire, nor anyone on their behalf, has conducted negotiations with IDE regarding its participation or non-participation in the tender process.</li> <li>2. For the purposes of preparing the report in accordance with the Professional Services Agreement: <ul style="list-style-type: none"> <li>• IDE received access to the Facility and to technical and operational materials relating to the Facility, and IDE was allowed to take water samples; and</li> <li>• between June and December 2017, approximately 16 meetings were held, including a kick-off meeting and summary meetings.</li> </ul> </li> <li>3. The consideration for the services under the Professional Services Agreement was paid to IDE.</li> </ol>	Section 2 of Appendix I of Addendum No. 5.

		<p>4. The Tender Committee intends to upload to the VDR the following documents related to the engagement with IDE:</p> <ul style="list-style-type: none"><li>• The report prepared by IDE;</li><li>• Materials made available to IDE by the Concessionaire for provision of the services under the Professional Services Agreement; and</li><li>• Minutes of the meetings of the Tender Committee relating to the matter of IDE's participation or non-participation in the tender process.</li></ul>	
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**APPENDIX II - ACKNOWLEDGMENT OF RECEIPT**

To: Mr. Maharan Frozenfar  
Tel: +972-72-215-5999  
Fax: +972-3-303-6365  
E-Mail: [Maharan@mfaculty.com](mailto:Maharan@mfaculty.com)

**Re: Invitation For Pre-Qualification for Participation in a Tender for the Acquisition of Holdings in Ashdod Desalination Ltd. and Ashdod Desalination – Operation Ltd. – Addendum No. 7**

Pursuant to the provisions of Section 2.11(e) of the Invitation, we hereby acknowledge receipt of Addendum No. 7.

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Name of the Participant

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Name and signature of the Participant's  
Authorized Representative