

**Tender No. 19/342**

Petroleum & Energy Infrastructures Ltd. (hereinafter the "**Company**") seeks to receive bid proposals ("**Bids**") for the removal of sludge from its crude oil storage tank 140 located in Kiryat Hayim (near the Haifa bay) (the "**Tank**") including oil recovery from the sludge, and cleaning the Tank up to a "gas free" level, all as specified in the tender documents. Only Ex-Situ ("no man entry") methods shall be considered. In-Situ method of cleaning shall not be acceptable.

1. Preliminary Tender Conditions – the Bidder must fulfill the following criteria in order for its Bid to be considered:
 - 1.1. Shareholders' equity of the Bidder in its 2018 audited financial reports was positive.
 - 1.2. The Bidder, or its assigned representative, participated in the mandatory Contractors' Tour at 20.1.2020.
 - 1.3. If the Bidder is incorporated in Israel, it possesses certificates and declarations in accordance with the Law of Transactions of Public Bodies, 1976.
 - 1.4. A Bid may be submitted by a joint venture, in which case the preliminary tender conditions specified in Sections 1.1-1.2 above must be met by at least one of the partners to the joint venture that holds a stake no less than 50% in the joint venture, and the condition specified in Section 1.3 must be met by the Israeli partners.
2. The Bidder must attach to its Bid all documents proving fulfillment of the above preliminary conditions.
3. The sole criteria for selecting the winning Bidder, among Bids that meet the preliminary conditions, shall be the Bid price (100%).
4. The cleaning method/s must receive prior approval of the Israeli Ministry of Environmental Protection.
5. The period of engagement with the winning Bidder: from the effective date of the Contract signed with the winning Bidder and until the completion of the Works, as defined in the Tender documents, including any optional Works as specified therein.
6. All Bids must be placed in the Company's tender box, at the Company's offices at 3 Hasadnaot Street, Herzeliya Industrial Zone 46120, no later than **February 25, 2020 Israel Standard Time**. The Company may change the deadline and shall post such notification on its website.
7. The full tender documents are available on the Company's website (www.pei.co.il).
8. The Company does not undertake to accept any Bid and reserves the right to reject any Bid, including the least costly Bid, or all the Bids,. The Company may engage in negotiations with the lowest Bidder(s) at its sole discretion, in the event all valid Bids are higher than the estimate of the Company.



230736#

Petroleum & Energy Infrastructures Ltd.
Oil Products Pipeline Ltd.

9. This notice is also being published on the Company's website, in English, Hebrew and Arabic and in a newspaper in the Arabic language; however the binding language shall be English. Telephone for inquiries: +972-9-9528553.