



Petroleum & Energy Infrastructures Ltd.
Oil Products Pipeline Ltd.

Finance Division - Procurement & Engagements Department

Tender No. 023-19 (the “Tender”)

Petroleum & Energy Infrastructures Ltd. / Oil Products Pipeline Ltd. (hereinafter the “**Company**”) seeks to receive applications (“**Applications**”) from potential applicants (“**Applicants**”) complying with the preliminary conditions stated in the tender documents available on the Company’s website at www.pei.co.il (the “**Tender Documents**”), in order to generate a list of entities suitable to participate in a Closed Tender (“**Bidders**”) for the purchase by the Company of valves manufactured in a plant located in an OECD country by approved manufacturers or by manufacturers at particular production sites meeting certain parameters, as specified in the Tender Documents (the “**Goods**”).

This notice is provided for the convenience of Applicants. It is not intended to express or be referred to in the interpretation of the binding terms and conditions of the Tender and/or the Contract, which terms and conditions shall be solely as expressed in the Tender Documents. Capitalized terms in this notice have the meaning ascribed to those terms in the Tender Documents.

The Goods shall be supplied DDP (Incoterms 2010) to the Company’s warehouses in Israel (as provided in the Tender Documents), as per the manner of delivery specified in the Tender Documents, within 25 weeks of an Order as defined therein.

1. The Tender Documents include the following requirements:
 - 1.1. The Goods must meet the requirements of the Technical Specifications in their entirety, to the Company’s satisfaction.
 - 1.2. The Goods must be manufactured either (a) by an approved manufacturer (as per the list of approved manufacturers for each valve type appearing in the Bill of Quantities); or (b) at a production site from which a particular manufacturer has supplied valves of that type to a Qualified Customer in an aggregate value of not less than USD 1 million during the past 3 years prior to the Deadline for Submission of Applications.
 - 1.3. The Applicant’s shareholders’ equity as of 31 December 2018 (or as of the Applicant’s last audited financial report if no audited financial reports for such period currently exist) must be positive.
 - 1.4. The Goods must be manufactured in a plant located in an OECD member country.
 - 1.5. If the Applicant is an Israeli person or entity, it must possess valid approvals pursuant to the provisions of the Public Bodies Transactions Law, 5736-1976.



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1.6. The bid must include a Bank Guarantee as described in the Tender Documents.

Applicants are advised of the importance of providing a bank guarantee which complies with the specific requirements set forth in the Tender Documents.

2. Applicants must attach to their Applications all documents proving fulfillment of the above preliminary conditions, as specified in the Tender Documents.
3. Applications must be placed in the Company's tender box, at the Company's offices at 3 Hasadnaot Street, Herzeliya Industrial Zone 46120, ISRAEL, by no later than **May 14, 2019**.
4. The Tender Documents are available on the Company's website (www.pei.co.il). Potential Applicants/Bidders are instructed to register at the Company's website in order to receive updates, announcements, clarifications etc. regarding the Tender. Said registration shall be the Applicants'/Bidders' sole responsibility, and all notices, updates, announcements and/or clarifications made available to registered Applicants/Bidders thereby shall be deemed received by all Applicants/Bidders upon such publication.
5. The Company does not undertake to accept any Application/Bid, and reserves the right to reject any Application/Bid or all them, and does not undertake to enter into an engagement with the lowest Bidder at the Closed Tender Stage. The Company may or may not engage in negotiations with the lowest Bidder(s) at its sole discretion, in the event the all valid Bids are higher than the estimate of the Company.
6. The Company currently contemplates that the quantities of Goods specified in the Bill of Quantities will be sufficient to fulfill its forecasted need for orders during calendar year 2019; however the Company will not be required to order the entirety of any such quantity, and the Company will furthermore have the Option to order quantities of Goods in excess of such quantity from winning Bidder(s), at the same price quoted in their bids, by order(s) issued on or before 31 December 2019.
7. This notice is also being published on the Company's website in English, Hebrew and Arabic as well as in an Arabic language newspaper; however the binding language shall be English. For inquiries: Mrs. Talmor Sela : talmor@pei.co.il +972-9-9528614