

Finance Division - Procurement & Engagements Department

Tender No. 015-20 (the "Tender")

Petroleum & Energy Infrastructures Ltd. / Oil Products Pipeline Ltd. (hereinafter the "Company") seeks to receive bids ("Bids") from qualified potential bidders ("Bidders") complying with the preliminary conditions stated in the tender documents available on the Company's website at www.pei.co.il (the "Tender Documents"), 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 Bidders. 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) Company's Ashkelon warehouse (including for this purpose, unloading the Goods at such warehouse) within 24 weeks of an Order.

- 1. The Tender Documents include the following requirements, among others:
 - 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); (b) by a manufacturer specifically approved by the Company in a previous order or tender (calendar years 2019 or 2020); or (c) 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 Submission Deadline for Applications.
 - 1.3. The Applicant's shareholders' equity as of 31 December 2019 (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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- 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 Hasadna'ot Street, Herzeliya Industrial Zone 4672830, ISRAEL, or received electronically in the inbox of the Company's dedicated email address at tender001-21@pei.co.il, by no later March 17, 2021.
- 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 responsibility solely of the Applicants'/Bidders', 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. 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: purchasebid@pei.co.il