

## Tender No. 007-20 (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 <u>www.pei.co.il</u> (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 **butterfly valves** manufactured in a plant located in an OECD or EU country 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 CIF (Incoterms 2010) Ashdod port, within 14 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 a manufacturer specifically approved by the Company in a previous order or tender (calendar years 2019); 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 or EU 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.
- 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
- 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. 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: <u>purchasebid@pei.co.il</u>