



Investor Presentation

May 2017

Disclaimer

This presentation was prepared by Delek Drilling – Limited Partnership and Avner Oil Exploration – Limited Partnership (jointly, the “Partnerships”), and is given to you only for the provision of concise information for the sake of convenience, and may not be copied or distributed to any other person. This presentation does not purport to be comprehensive or to contain any and all information which might be relevant in connection with the making of a decision on an investment in securities of the Partnerships.

No explicit or implicit representation or undertaking is given by any person regarding the accuracy or integrity of any information included in this presentation. In particular, no representation or undertaking is given regarding the realization or reasonableness of any forecasts regarding the future chances of the Partnerships.

To obtain a full picture of the activities of the Partnerships and the risks entailed thereby, see the full immediate and periodic reports filed by the Partnerships with the Israel Securities Authority and the Tel Aviv Stock Exchange Ltd., including warnings regarding forward-looking information, as defined in the Securities Law, 5728-1968, included therein. The forward-looking information in the presentation may not materialize, in whole or in part, or may materialize differently than expected, or may be affected by factors that cannot be assessed in advance.

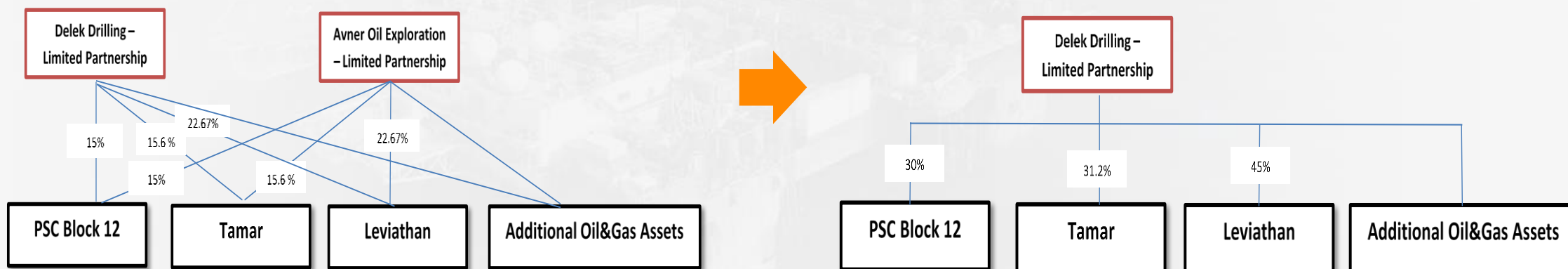
For the avoidance of doubt, it is clarified that the Partnerships do not undertake to update and/or modify the information included in the presentation to reflect events and/or circumstances occurring after the date of preparation of the presentation.

This presentation is not an offer or invitation to buy or subscribe for any securities. This presentation and anything contained herein are not a basis for any contract or undertaking, and are not to be relied upon in such context. The information provided in the presentation is not a basis for the making of any investment decision, nor a recommendation or an opinion, nor a substitute for the discretion of a potential investor.

Structural Change – Merger

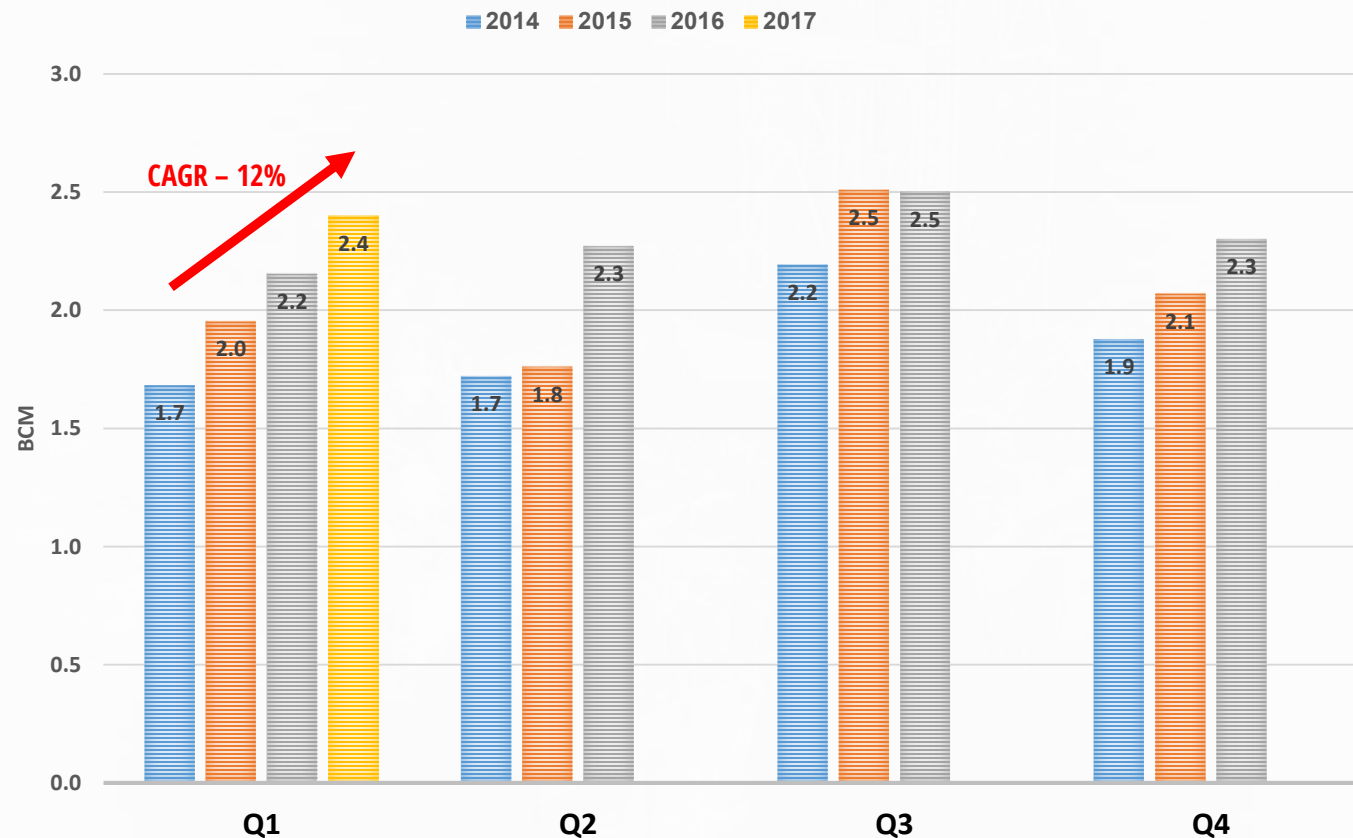
All material CP's for closing have been met

- ✓ Doubling free float and Volume trade
- ✓ Economies of scale / Costs saving
- ✓ Simplify structure and processes, improving efficiency within organizational process
- ✓ Improved investor proposition / considering dual listing



Tamar Continued Excellence Performance

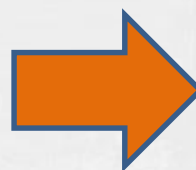
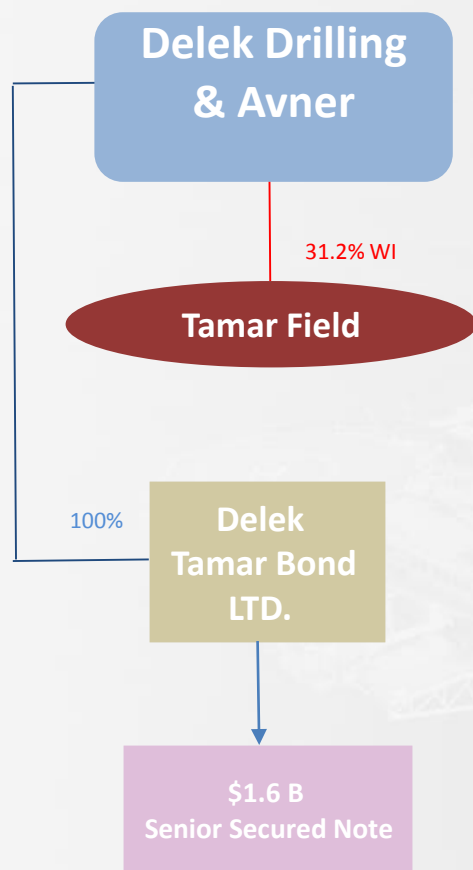
- ❑ Tamar-8 well completed and producing, on time on budget
- ❑ 2017 1Q record gas sales :



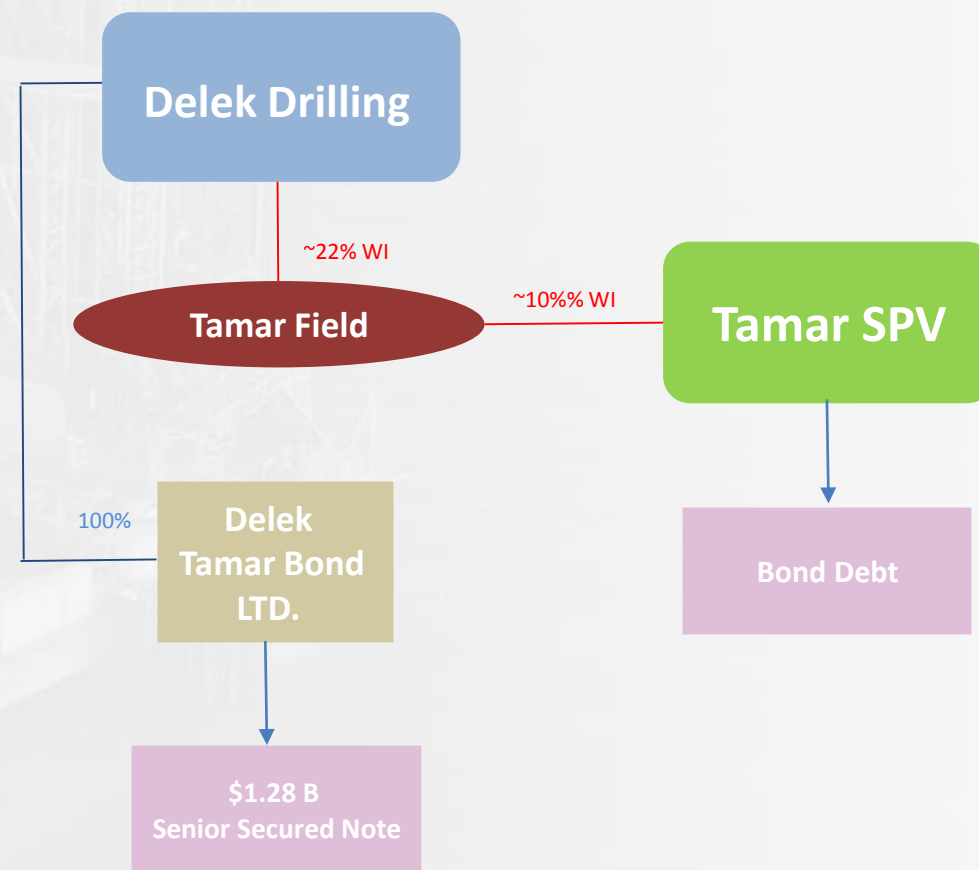
1Q 2017 gas sales based on Noble Energy financial report for 1Q 2017

Tamar IPO – Sell out of up to 10% WI

Pre IPO Structure

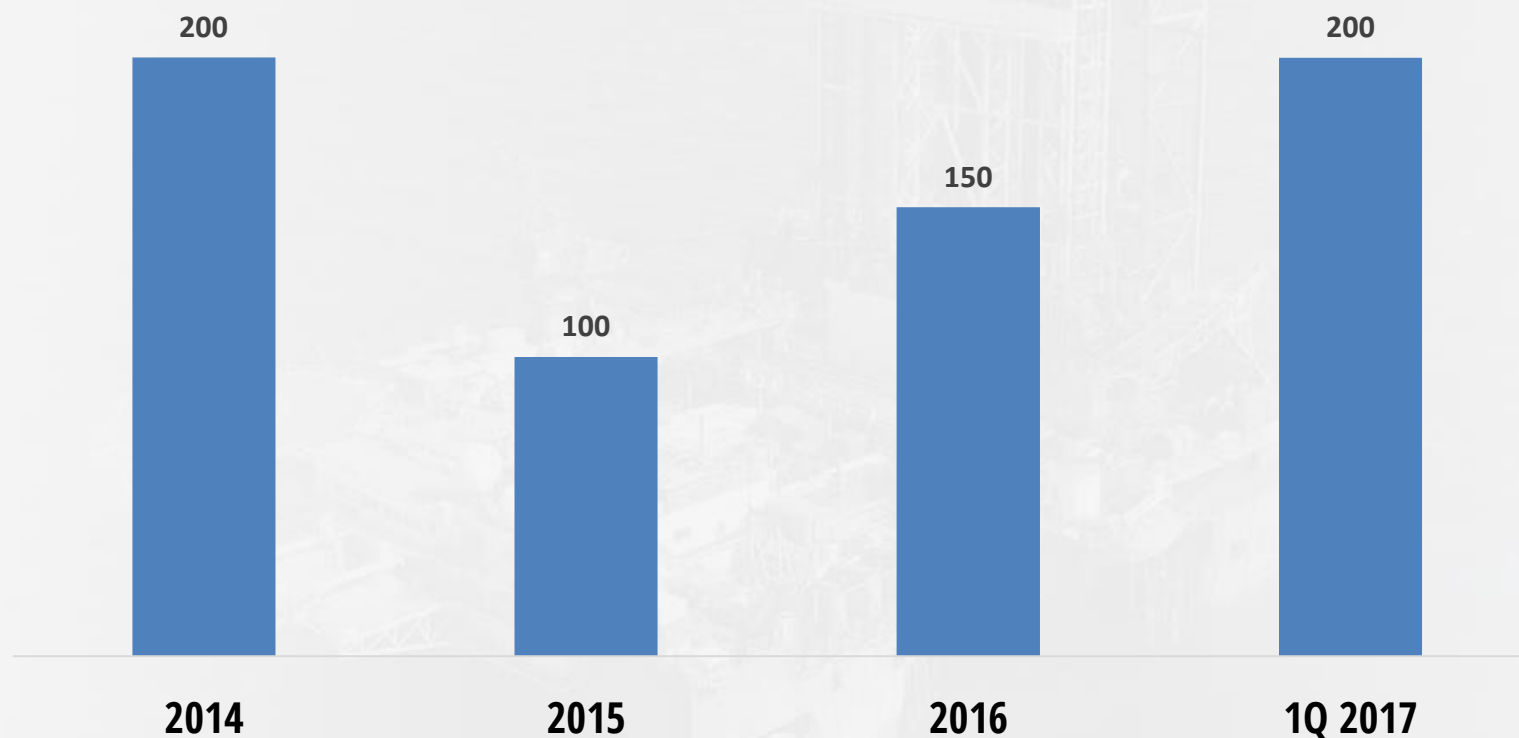


Post IPO Structure



Robust Dividend Distribution

Cash dividend of c. \$650 mm in last years, special dividend expected from Tamar sell out proceeds



~ 8%
Dividend
Yield
LTM

* Dividend payment of Delek Drilling and Avner combined

Leviathan – Project Highlight

Ownership

Delek Drilling 22.7%, Avner 22.7%, Ratio 15%

Noble Energy (operator) 39.7%

2P+2C Resources

21.9 tcf (621 bcm), 39.4 mmbbl condensate

Estimated First Gas

Year end 2019

Production Capacity (Phased development)

Phase 1A- 1.2 bcf/d (~12 bcm/y)

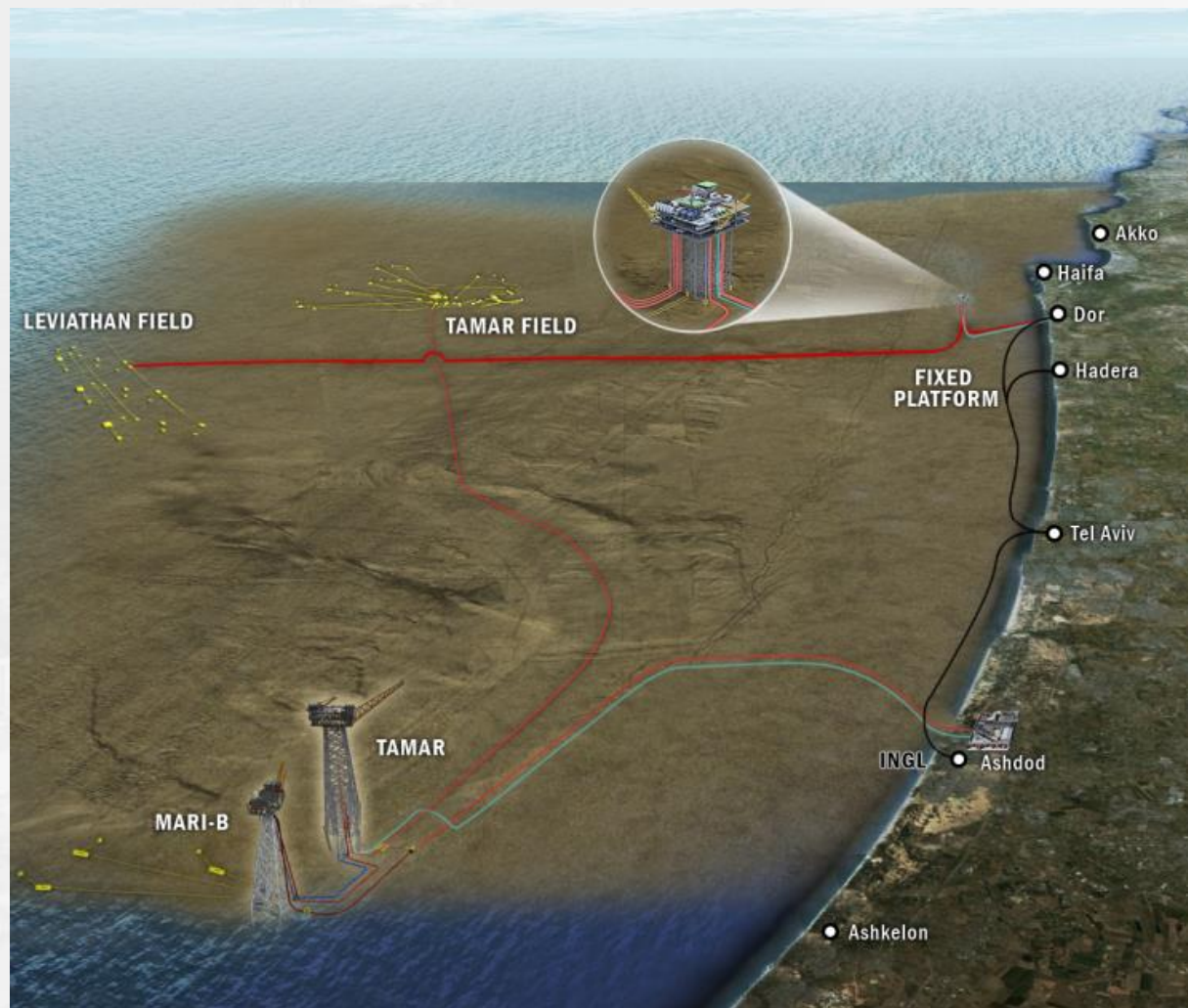
Phase 1B- 0.9 bcf/d (~9 bcm/y)

Estimated Capex Development (Phase 1A -100%)

\$3.75 B – 1.2 bcf/d

Additional Prospective Resources (P50)

560 mmbbl oil (liquids), 4.5 tcf Gas



Leviathan –Status Update

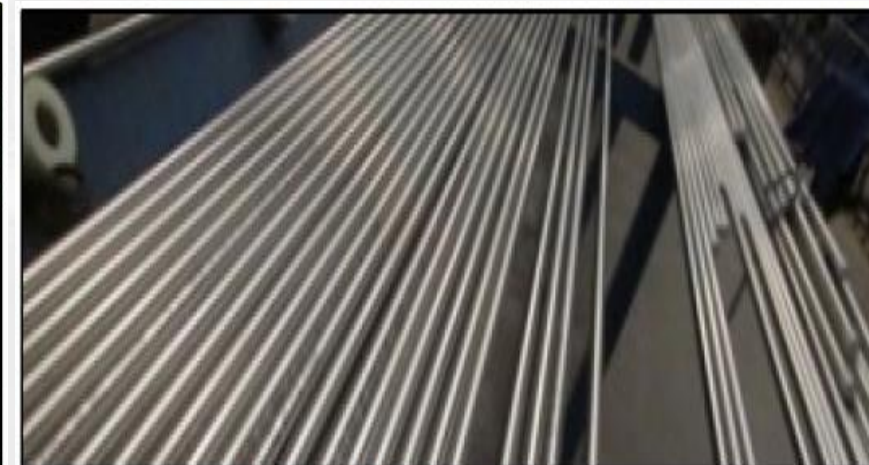
- Received Transmission License and critical Building Permits
- First 20" Subsea ball valve is ready for shipment
- Continuing Detailed Design for Subsea, Onshore, and Host Scopes
- Onshore Construction Progress
- Ordered 16,600-MT of Platform Steel for Fabrication
- Ordered Long Lead equipment
- 74% of Total Cost Planned Awarded
- First gas expected YE 2019



Pipe Manufacturing

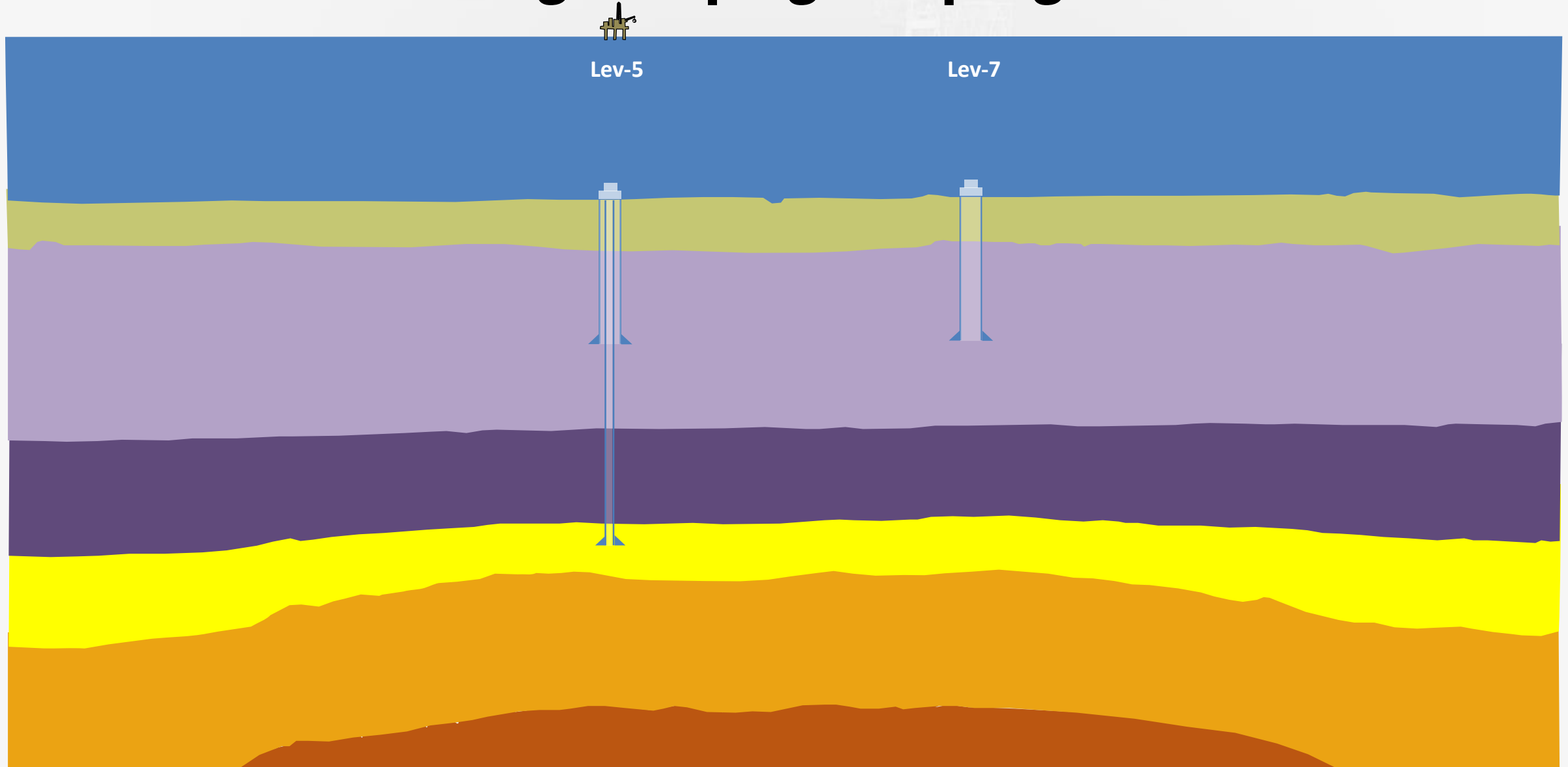


Valve Forging

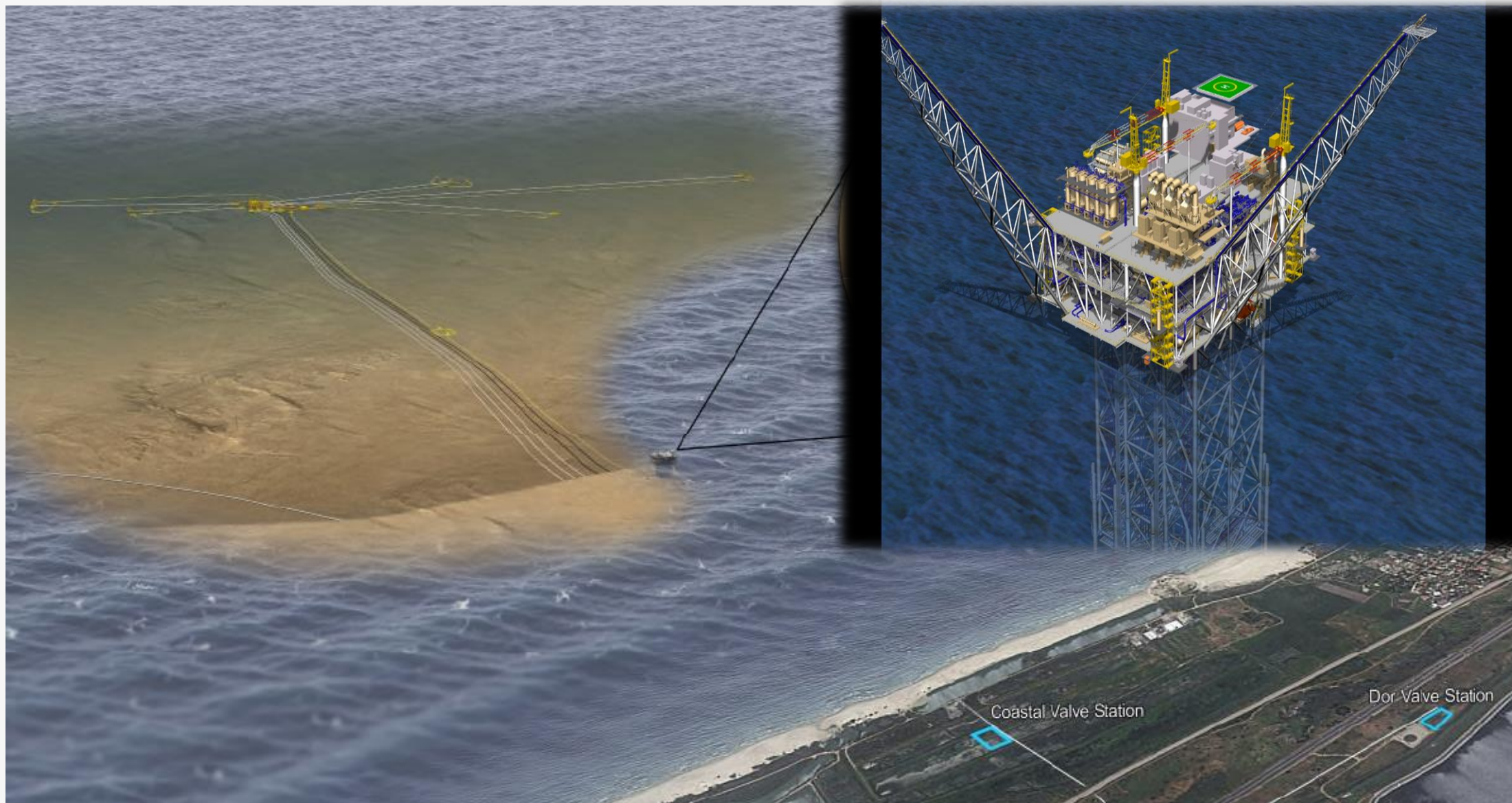


Umbilical Tubing Manufacturing

Leviathan Drilling Campaign in progress



Leviathan Phase 1A Development



| Strong Financial Position

- ☐ **Strong balance sheet**
- ☐ **Long-term, limited recourse-type debt based on significant revenues from the Tamar reservoir only**
- ☐ **Attractive dividend record (8% dividend yield in LTM)**
- ☐ **High cash reserves**
- ☐ **Well-established and stable cash flow**
- ☐ **Substantial economic value of assets**



An aerial photograph of an offshore oil rig in the middle of the ocean. The rig's main deck is painted with the flag of Israel, featuring two horizontal blue stripes and a blue Star of David in the center. Several large cranes are visible on the rig, including a prominent red one and a yellow one. To the left, another part of the rig or a supply vessel is visible, with the word 'EEREMA' partially seen. The ocean is a deep blue, and the sky is overcast with soft, grey clouds.

Thank You