

**Delek & Avner (Tamar Bond) Ltd.**  
**(the “Company”)**

December 9, 2021

Israel Securities Authority  
Via Magna

Tel Aviv Stock Exchange Ltd.  
Via Magna

Dear Sir/Madam,

Re: **Notice of full and final prepayment of the Company’s Series 2023 and 2025 bonds**

Further to the Company’s immediate report of December 6, 2021 regarding the full, final and contingent prepayment of the Series 2023 and 2025 bonds (Security no.: 1132174 and 1132182, respectively) (the “**Bonds**”), the Company respectfully reports as follows:

1. Today, December 9, 2021, the transaction for the sale of the interests of Delek Drilling - Limited Partnership (the “**Partnership**”) in the Tamar project (the I/12 Tamar and I/13 Dalit leases) was closed, and the condition to performance of full and final prepayment of the Bonds was thus fulfilled (the “**Payment**”).
2. The date of performance of the Payment will be on December 23, 2021 (the “**Payment Date**”).
3. The persons entitled to the Payment will be the persons who hold the Bonds on the Payment Date (the “**Bondholders**”).
4. The Company has notified the Bondholders, through HSBC Bank USA National Association (the “**Trustee**”), of the Payment.

Attached hereto is the payment notice that was delivered to the Bondholders through the Trustee.

5. Below are details regarding the payment amounts:

Name of Series	Security No.	ISIN	Maturity Date of Series	Outstanding Principal Balance (\$ in Thousands)	Rate of the Payment Out of Total Outstanding Principal Balance	Amount of Payment Out of Principal Balance (\$ in Thousands)	Annual Interest <sup>1</sup>	Accrued Interest Rate <sup>2</sup>	Total Accrued Interest as of the Payment Date (in \$)
Delek (Tamar) \$23-RM	1132174	IL0011321747	30.12.2023	320,000	100%	320,000	5.082%	2.45050%	7,841,596
Delek (Tamar) \$25-RM	1132182	IL0011321820	30.12.2025	320,000	100%	320,000	5.412%	2.60962%	8,350,790

<sup>1</sup> The annual interest stated in the indenture for the Bonds.

<sup>2</sup> The interest rate was calculated for the period commencing after the last day in respect of which interest was paid until the Payment Date, i.e. from June 30, 2021 until December 23, 2021 (calculation of the interest for part of this year is made based on 365 days a year).

As stated in the immediate report of December 6, 2021, as part of the closing of the transaction as aforesaid, the pledges created on the Tamar project and on other assets to secure the Bonds, including the pledges on the bank accounts of the Company and the Partnership, have been removed, and upon performance of the Payment, the Company will pay all of its liabilities to the Bondholders, the Bonds will be delisted from TACT-Institutional and will cease to be traded on December 21, 2021.

Sincerely,

**Delek & Avner (Tamar Bond) Ltd.**