

Delek Drilling – Limited Partnership **(the “Partnership”)**

August 18, 2020

Israel Securities Authority
22 Kanfei Nesharim St.
Jerusalem
Via Magna

Tel Aviv Stock Exchange Ltd.
2 Ahuzat Bayit St.
Tel Aviv
Via Magna

Dear Sir/Madam,

Re: Completion of the issue of Leviathan Bond Ltd. bonds

Further to the Partnership’s immediate report of August 5, 2020 (Ref. no. 2020-01-084006), regarding completion of the pricing process and the signing of an underwriting agreement between Leviathan Bond Ltd., an SPC held in full (100%) by the Partnership (the “**Issuer**”), and J.P. Morgan Securities plc and HSBC Bank plc, with respect to the offering of four bond series to foreign and Israeli qualified investors, in accordance with Rule 144A and Regulation S (the “**Bonds**” and the “**Issue**”, as the case may be), the Partnership respectfully reports that on August 18, 2020, the Issue of the Bonds was completed, and that the issue completion included also the following actions:

- a. The Issuer received the Issue proceeds in the sum total (gross) of \$2.25 billion. The Issue proceeds were provided by the Issuer as a loan to the Partnership, which was used for repayment of existing loans of the Partnership in the sum of approx. \$2 billion, for the deposit of a debt payment fund in the sum of \$100 million in accordance with the terms and conditions of the Bonds, and for payment of issuance expenses.
- b. Pledges were created and registered in favor of the trustee for the Bonds, and the approvals required for the discharge of the pledges that secured the existing loans were received.
- c. The Issuer allocated the Bonds in the name of the Tel Aviv Stock Exchange Nominee Company Ltd. for the purpose of the listing thereof on the TACT-Institutional system, in accordance with TASE’s approval which was received on August 3, 2020.

Sincerely,

Delek Drilling Management (1993) Ltd.
General Partner of Delek Drilling - Limited Partnership
By Yossi Abu, CEO
and Yossi Gvura, Deputy CEO

This report does not constitute an offer to sell or the solicitation of an offer to buy the Bonds. The Bonds have not been, and will not be, registered under the U.S. Securities Act of 1933, as amended (the “Securities Act”), or the securities laws of any other jurisdiction and may not be offered or sold, directly or indirectly, in the United States or to or for the account or benefit of U.S. persons, (as defined in Regulation S of the Securities Act), except pursuant to an exemption from, or in a transaction not subject to, the registration requirements thereof and any other applicable securities laws.