

Delek Drilling- Limited Partnership
(the “Partnership”)

January 23, 2019

To
The Israel Securities Authority
22 Kanfei Nesharim Street
Jerusalem 9546434

To
Tel Aviv Stock Exchange Ltd.
2 Ahuzat Bayit Street
Tel Aviv 6525216

Via Magna

Dear Sir/Madam,

Re: Respondents’ Response to Motion for Provisional Injunction

Further to the Partnership’s immediate report of January 7, 2019 (Reference No.: 2019-01-002272) regarding a complaint and a motion for provisional injunction that had been filed by the Supervisors against the Partnership, the general partner of the Partnership, and the royalty holders (which include Delek Group Ltd., Delek Energy Systems Ltd. and Delek Royalties (2012) Ltd.), with respect to the determination of the investment recovery date in the Tamar project, the Partnership respectfully apprises that on January 22, 2019, responses to the motion for provisional injunction were filed with the court on behalf of the Respondents. In the response to the motion for provisional injunction filed by the Partnership and the general partner, it is argued that such motion should be denied, *inter alia*, for failure to meet the case law criteria for the issuance of temporary remedies and for serious laches.

It is noted that, in the response to the motion for provisional injunction filed by the royalty holders, it is argued that in order to determine the investment recovery date, payments to be made by the Partnership in the future in respect of the “Sheshinski levy” should not be taken into account. The royalty holders further claim, *inter alia*, that the calculation made by the Partnership, according to which the investment recovery date falls in January 2018, included many expenses that should not be taken into account (including expenses on financing, transmission, marketing, removal and clearance of facilities and headquarter expenses), and that according to an alternative calculation prepared by experts on behalf of the royalty holders, the investment recovery date occurred as early as in August 2015, such that as of such date, they were entitled to receive royalties at an increased rate and that they intend to bring suit against the Partnership in relation thereto before the appropriate court.

Sincerely,

**Delek Drilling Management (1993) Ltd., the
General Partner of
Delek Drilling, Limited Partnership**
By Yossi Gvura, Deputy CEO
and Sari Singer Kaufman, General Counsel, VP