

NewMed Energy – Limited Partnership
(the “Partnership”)

1 August 2024

To
Israel Securities Authority
22 Kanfei Nesharim Street
Jerusalem

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

Dear Sir/Madam,

Re: **Decision regarding the performance of front-end engineering design (FEED) and preliminary procurement in Phase 1B of the development plan for the Leviathan reservoir**

Further to Sections 7.2.4 and 7.2.5 of the Partnership’s 2023 periodic report, as released on 19 March 2024 (Ref. no.: 2024-01-027798) (the “**Periodic Report**”), and Section 3(b) of the Partnership’s periodic report as of 31 March 2024, as released on 26 May 2024 (Ref. no.: 2024-01-051442), *inter alia* regarding approval of budgets in the sum total of approx. \$75 million (100%) to prepare for the performance of front-end engineering design (“**FEED**”) for expansion of the Leviathan reservoir’s production system in the context of promotion of Phase 1B of the development plan for the Leviathan reservoir (“**Phase 1B**”), the aim of which is to increase the system’s total gas production capacity to a total of up to approx. 21 BCM per year, and further to the Partnership’s immediate report of 26 June 2024 (Ref. no.: 2024-01-064795) regarding a letter that the Leviathan partners received from the Petroleum Commissioner at the Ministry of Energy in connection with the possibility of increasing the natural gas export quantities produced in Phase 1B, the Partnership respectfully reports that on 31 July 2024, the Leviathan partners adopted a decision regarding performance of the FEED and preliminary procurement of long lead items with an additional budget of approx. \$429 million (100%, the Partnership’s share is approx. \$194.5 million, which is expected to be self-funded by the Partnership) (the “**Additional Budget**”).

The partners in the Leviathan project are also exploring the possibility of laying a fourth subsea transmission pipeline from the field to the platform, enabling a maximum daily production capacity of approx. 2,350 MMCF.

The Leviathan partners intend to complete performance of the FEED and move ahead with the procurement of long lead items with the aim of adopting a final investment decision (FID) for the development of Phase 1B during the first half of 2025, and to this end the Leviathan partners are promoting, *inter alia*, negotiations at various stages with potential customers, both in the domestic market and for export, for the signing of agreements for the sale of natural gas in Phase 1B. Insofar as an FID is adopted according to the said timetable, the estimated date for commencement of natural gas production in Phase 1B is expected to be in the period between mid-2028 and mid-2029, as stated in Section 7.2.5(f) of the Periodic Report.

Caution regarding forward-looking information - The information presented in this report with respect to the Leviathan reservoir's production capacity, the method of financing of the Partnership's share in the Additional Budget and the dates for completion of the FEED, adoption of a final investment decision and commencement of natural gas production constitute "forward-looking information", within the meaning thereof in Section 32 of the Securities Law, 5728-1968. This information is based on estimates of the Partnership and the operator on the basis of the data that are currently known, which may change as a result of factors beyond the Partnership's control, including due to geological conditions and/or operating and technical conditions and/or regulatory changes and/or geopolitical and security changes and/or materialization of one or more of the risk factors entailed by the Partnership's activity, including as specified in Section 7.29 of the Periodic Report, and therefore these estimates may not materialize or materialize in a materially different manner.

The partners in the Leviathan reservoir and their holding rates are as follows:

The Partnership	45.34%
Chevron Mediterranean Limited	39.66%
Ratio Energies – Limited Partnership	15.00%

Sincerely,

NewMed Energy Management Ltd.

General Partner of NewMed Energy – Limited Partnership

By: Yossi Abu, CEO

and Sari Singer Kaufman, General Counsel, EVP