Bet Shemesh Engines Holdings (1997) Ltd.

(hereinafter: the "Company")

1 Virginia St., Western Industrial Zone, Bet Shemesh

Tel: 02-9909201 ; Fax: 02-9916713

To

Israel Securities Authority

Via MAGNA

To

The Tel Aviv Stock Exchange Ltd.

Via MAGNA

Date: March 9, 2026

Re: Engagement with an existing customer

The Company is pleased to announce that the Company's subsidiary, Bet Shemesh Engines Ltd., has engaged with an existing customer, an international manufacturer in the aviation and engines field, in an expansion of the existing engagements with the customer.

Within the framework of the expansion, new items were added to engine programs among the most advanced in the aviation world, item prices were updated, and the rate of market analysis that the Company will provide was increased.

The product supply period is until the end of 2032 (hereinafter: the "**Period**"). The value of the expansion and other matters agreed upon with the customer are estimated at approximately 80 million dollars throughout the Period.

In the Company's assessment, the expansion of the engagement with the customer indicates the customer's trust in the Company and its capabilities. This agreement is in addition to the total scope of framework agreements which currently stands at approximately 3.2 billion dollars.[1]

The aforementioned information regarding the expected scope of consideration to the Company for the transaction within the framework of the agreement including within the framework of the appendix, including its assessment regarding the scope of the engagement according to the agreement, the impact of the agreement on the Company's activities as well as the expected orders, constitutes forward-looking information, as defined in the Securities Law, 5728-1968, which is information relating to future events whose realization is uncertain. The forward-looking information mentioned above is based on information or estimates existing in the Company or received from the customer and may not materialize as a result of factors independent of the Company such as the needs of the foreign customer, regulatory changes, existence of competitors, the occurrence of any of the Company's risk factors as described in the annual report for 2024, etc.

Sincerely,

Bet Shemesh Engines Holdings (1997) Ltd.

By: Dov Feldman, CFO

[1] For further details regarding expected orders see section 2 of the Board of Directors' report on the state of the Company's affairs for the period ended September 30, 2025 (report

dated November 27, 2025, reference: 2025-01-093226).