

July 18, 2022  
414298.docx

Att:

The TASE members

Dear Madam or Sir,

**Re: Non-Compliance with the Maintenance Rules Based on Data as of June 30, 2022**  
**- Notice**

1. According to the Fourth part of TASE's Rules, a company is in non-compliance with the maintenance Rules if one or more of the causes listed below apply to it:
  - a. The public holdings value in the company's shares (of the same class) is less than NIS 5 million ("public holdings value cause").
  - b. The public holding percentage in the company's shares (of the same class) is less than 15%, unless the public holdings value in the company's shares (of the same class) exceeds NIS 15 million ("public holdings percentage cause").
2. TASE's Regulations prescribe an exemption for each of the aforementioned causes. Accordingly -
  - a. Shares will not be transferred to the maintenance list for a public holdings value cause if the public holdings value in its shares is higher than NIS 4 million, and the company's shares have a market-maker.
  - b. Shares will not be transferred to the maintenance list for a public holdings percentage cause if public holdings percentage in its shares is higher than 12.5%, and the company's shares have a market-maker.
3. Shortly after June 30, 2022, TASE reviewed the company's compliance with the maintenance rules. Companies that are not in compliance with the Maintenance Rules were notified of their non-compliance and given an extension until December 31, 2022 to achieve compliance.
  - a. **Following is a list of the companies that are not in compliance with the Maintenance Rules:**

Issuer no.	Name of company	Public float value June 30, 2022 (NIS, in millions)
169	AI SYSTEMS	3.9
1502	MIRLAND	2.5
1660	ABILITY	3.7

**b. Following is a list of the companies that are not in compliance with the Maintenance Rules, but that meet the conditions of the exemption, as described in section 2 above:**

Issuer no.	Name of company	Public float rate June 30, 2022
1240	PLASTOPIL	14.98%

4. The next review will be held for data as of December 31, 2022.

Following the examination of the data, TASE's CEO will be requested to transfer to the maintenance list shares and convertible securities of the companies on both lists presented in sections 3a. and 3b. above, if on the date of the review they do not comply with the Maintenance Rules and do not meet the conditions of the exemption.

It is hereby clarified that, in accordance with the Regulations under Part Four of the TASE Rules, companies that meet the conditions of the exemption set out in section 3b. above will be immediately transferred to the maintenance list if, on the date of the review, they will not comply with the Maintenance Rules and not meet the conditions of the exemption.

Yours sincerely,

( - )

Listing Companies Compliance Unit