

SHIKUN & BINUI ENERGY LTD

Registry Number: 510459928

To:

- Israel Securities Authority (www.isa.gov.il)
- Tel Aviv Stock Exchange Ltd (www.tase.co.il)

Form Number: T053 (Public)

Filed to MAGNA: 29/10/2025 Reference: 2025-01-081218

Immediate Report on an Event or Matter Deviating from the Corporation’s Ordinary Course of Business

Regulation 36 of the Securities Regulations (Periodic and Immediate Reports), 1970

Note: Results of an offering should be reported on form T20 and not on this form. Reporting on rating of BONDS or rating of a corporation should be submitted via form T125

Report on:

- ☐ Delayed Report Submission

Nature of the Event:

Issuance of Arbitration Ruling in the ICC Arbitration Proceedings between PSP Investments Ltd (which holds the pumped storage facility in Gilboa) and the operator of the facility

1. Details:

Further to the disclosure in Note 11(a)(4)(xvi) of the company's financial statements as of December 31, 2024, which were attached to the company's 2024 periodic report published on March 19, 2025, and amended on March 20, 2025 (references: 2025-01-018268 and 2025-01-018956), regarding ongoing arbitration proceedings before the International Chamber of Commerce (ICC) Arbitration Court following a request submitted by the operator of the pumped storage facility in Gilboa against the project corporation holding the facility – PSP Investments Ltd (PSP), which is held by the company at a rate of 25.5%; the claim was for approx. €24.3 million (as of the date of the request).

The company updates that on October 27, 2025, an arbitration ruling was received, whereby some of the operator's claims against PSP were accepted, alongside the rejection of other claims.

A preliminary review of the arbitration ruling indicates that, regarding the operator's claims that were accepted, PSP was ordered to pay the operator a total accumulated amount of approximately NIS 56 million for the period from the facility's commissioning until December 31, 2024, plus lawful VAT and interest calculated from the dates the liabilities arose until their actual payment. Additionally, the operator's claims regarding the operational agreement provisions, according to which the operator is entitled to receive additional ongoing payments starting January 1, 2025, were accepted. PSP is working on calculating the amount of this entitlement.

Conversely, operator’s claims totaling approximately NIS 38.6 million and approximately €4.8 million plus VAT were rejected.

The ruling also determined that each party will bear the arbitration costs equally (costs already paid and reflected in PSP's financial reports) and that each party will bear its own expenses.

As a result of the arbitration ruling, the management of PSP made an initial calculation of its effects and found that PSP will likely have to record an additional expense (provision) of approximately NIS 34 million at least (the company's share: at least NIS 8.7 million) before adding interest (in addition to the previously recorded provision). PSP is considering its options regarding the aforementioned arbitration ruling.

2. Date and Time the Corporation First Learned of the Event:

Date: 28/10/2025

Time: 11:48

3. If the report was delayed - Reason for Delay:

4. On Date, at Time, the restriction on reporting was removed:

5. The company is a shell company as defined in the TASE regulations:

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Details of the authorized signatories to sign on behalf of the Corporation:

No.	Name	Position
1	Yuval Skornik	Chief Executive Officer
2	Imri Kozak	Other – Deputy CEO, Legal Counselor

Explanation: According to Regulation 5 of the Periodic and Immediate Reports Regulations (1970), a report submitted under these regulations will be signed by the persons authorized to sign on behalf of the corporation. Staff's position on this matter can be found on the Authority’s website: [Click here](#)

The corporation’s securities are listed for trading on the Tel-Aviv Stock Exchange.

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Company website: www.shikunbinui.com/he-IL/energy

Previous names of the reporting entity: None

Electronic Reporter Name: Imri Kozak

Position: Legal Advisor

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Form structure last updated on: 06/08/2024