



January 7, 2018

Immediate Report

Demand for Payment from Eurocom DBS Ltd

An Immediate Report is hereby provided that on January 4, 2018 the Company applied in writing to Eurocom DBS Ltd ("Eurocom DBS") with a demand to pay the Company within 21 days the amount of the advance payment on account of the second additional consideration paid to Eurocom DBS by the Company in accordance with the agreement between the parties dated February 16, 2015 for the sale of shareholders' loans and sale of Eurocom DBS shares in D.B.S Satellite Services (1998) Ltd to the Company, with the addition of interest as stipulated in the agreement, after the targets that would entitle Eurocom DBS to the consideration were not met.

The Company's demand was also sent in accordance with section 258(1) of the Companies Regulation [New Version], 1983, which stipulates the conditions that when they occur, a company can be considered insolvent and can be placed in liquidation by the court.

It should also be noted in respect of the said debt, as stated in the Company's Immediate Reports dated December 20, 24, 25 and 26, 2017, that the Company, further to its demand, has also joined the petition filed by the banks for the liquidation of Eurocom Communications Ltd ("Eurocom Communications").

The above information constitutes a translation of the Immediate Report published by the Company. The Hebrew version was submitted by the Company to the relevant authorities pursuant to Israeli law, and represents the binding version and the only one having legal effect. This translation was prepared for convenience purposes only.