



State of Israel

Licence

Licence No. []

By virtue of my authority under Section 16 of the Petroleum Law, 5712-1952

This Licence is granted to –

[][]%

[][]%

[][]%

The Licence is issued with respect to the areas described in the First Addendum.

The Licence is issued in accordance with the provisions set forth in the Petroleum Law, 5712-1952, the regulations promulgated thereunder, and the special conditions set forth in the Second Addendum that constitutes an integral part of this Licence.

Issued in Jerusalem on the ____ day in the month of _____ 577_

The ____ day in the month of _____, 202_

Petroleum Commissioner

This Licence was registered in the Petroleum Registry on the ____ day in the month of _____ 577_

The ____ day in the month of _____, 202_



State of



Israel

Licence No. []

First Addendum

Description of the area:

From the [] coordinate in the east to coordinate []

From the [] coordinate in the south to coordinate []

.....

- The total area is approximately [] dunams (approximately [] km², coordinates are based upon the Universal Transverse Mercator.
- The Licence area is defined by the coordinates specified above only. It is hereby clarified that in the event of a lack of conformity between the maps that were submitted by the licence holder and that which is stated above, the coordinates shall be used to determine the area.
- Issue of this Licence shall not render redundant any permit, certificate or licence that are required by law from any public or other body, and this Licence does not render redundant the regulation of all other aspects that are required by law towards any public or private body.

State of Israel

Licence No. []

Second Addendum

Special Conditions

This Licence is granted for the period from the [] day in [] 202_ until the [] day in [] 202_.

During the Term of Licence the licence holder shall execute the work programme as follows:

	Task	Time for performance of task
1.		
2.		
3.		
4.		
5.		
6.		
7.		

1. Interpretation

- 1.1. Words and expressions that were defined in the Petroleum Law, 5712-1952 (hereinafter: "**the Law**") or the Petroleum Regulations 5713-1953 (hereinafter: "**Petroleum Regulations**") or the Petroleum Regulations (Principles for Off-shore Petroleum Exploration and Production) 5777-2016 (hereinafter: "**Offshore Exploration Regulations**") (the Petroleum Regulations and the Offshore Exploration Regulations shall be referred hereinafter collectively: "**the Regulations**") or in the Natural Gas Sector Law 5762-2002 (hereinafter: "**Natural Gas Sector Law**") shall have the meaning assigned to them in the Law or the Petroleum Regulations or the Offshore Exploration Regulations or in the Natural Gas Sector Law, as the case may be, unless otherwise stated expressly or in case another meaning is implied in the language of the text or context thereof.
- 1.2. For the avoidance of doubt, "licence holder" shall mean any of the licence holders that are specified above, individually and collectively, including their substitutes as approved by the Law. The obligations that are imposed on the licence holder in the Licence shall apply to each of the licence holders or substitutes thereof as aforesaid, individually and collectively.
- 1.3. The term "Zone" shall mean the graticular area consisting of the block covered by this licence and other blocks and licences granted under the Law, within this area, as delineated in OBR4.

2. Term of Licence

- 2.1. The Term of Licence is three (3) years as stated in the Second Addendum of this Licence (hereinafter respectively: "**Second Addendum**," "**Initial Phase**").
- 2.2. The licence may be extended for additional two (2) successive periods of two 2 years each (hereinafter: "**Second Phase**" and "**Third Phase**"), subject to fulfilment of the provisions of the Law, the regulations and the following conditions.
- 2.3. An initial phase (the **Initial Phase**) of three (3) years, during which the licence holder is obligated to perform the work programme submitted as a part of its bid.
 - 2.3.1. The Initial Phase has a first decision point, no later than three (3) months prior to the expiry of the Initial Phase (the **First Decision Point**). By that time, the licence holder has to notify the Commissioner whether it undertakes to drill a well or

wells, and in which of the licences within the Zone is the planned well located, or perform other exploratory work in the licences during the ensuing two (2) year period (the **Second Phase**).

- 2.3.2. If a licence holder has not drilled at least one (1) exploration well in the Initial Phase pursuant to its work programme commitment, and has not committed to drill at least one (1) exploration well within one of the licences in the Zone in the Second Phase, all licences within the Zone will automatically terminate at the end of the Initial Phase.
 - 2.3.3. If a licence holder has drilled an exploration well or wells in the Initial Phase in accordance with its work programme commitment, or committed to drill at least one (1) exploration well within one of the undrilled licences in the Zone during the Second Phase, the licence holder will retain any licence on which an exploration well has been drilled or committed, as the case may be.
 - 2.3.4. The licence holder may retain other licences within the Zone on which an exploratory well has not been drilled, or committed to, by committing to perform an additional work programme in the Second Phase. Such additional work programme must be submitted by the licence holder to the Commissioner for approval prior to the First Decision Point. The Commissioner will base his approval or rejection of the additional work programme on whether the additional work programme was prepared diligently in accordance with good industry practice and promotes the understanding of the retained licences or the Zone as a whole. The Commissioner may reject an additional work programme in whole, or in respect of any licence, in the exercise of his discretion and such decision will be final. Any such licence with no approved commitment approved by the commissioner, for exploration activity during the Second Phase, will automatically terminate at the end of the Initial Phase.
- 2.4. An extension phase of two (2) years (the Second Phase) during which the licence holder is obligated to perform the exploratory drilling or other exploration commitments made in respect of the Second Phase
 - 2.4.1. The Second Phase has a second decision point, no later than 3 months prior to the expiry of the Second Phase (the **Second Decision Point**). By that time, the licence holder has to notify the Commissioner whether it undertakes to drill a well in

undrilled licences in the Zone during the ensuing 2-year period (the **Third Phase**).

- 2.4.2. Any undrilled licence with no commitment for drilling during the Third Phase will automatically terminate at the end of the Second Phase.
- 2.5. A further extension phase of two (2) years (the **Third Phase**) during which the licence holder is obligated to perform the exploratory drilling commitments made in respect of the Third Phase.
- 2.6. In the event that the licence holder finds hydrocarbons in a well drilled in the licence area; and the Commissioner approves the Discovery of a hydrocarbon field; the Commissioner may extend the term of the licence for such time as will give the licence holder a sufficient period, not exceeding two (2) years, within which to define the petroleum field, in accordance with the provisions set forth in section 18(B)(2) of the Law.
- 2.7. The licence holder will comply with the terms set forth in the Offshore Exploration Regulations.
- 2.8. Applications for the extension of the Term of Licence for the additional Second and Third Phases after expiration of the Initial Phase, shall be submitted in three copies, at least three (3) months prior to expiration of the relevant Phase, and shall include the details that are required in accordance with the Law and the Petroleum Regulations, including details regarding the licence holder's technical and financial ability to comply with the proposed work programme.

3. **Rights of the licence holder**

- 3.1. The licence grants to its holder, subject to the provisions set forth by the Law:
 - 3.1.1. The right to explore for petroleum in the licenced area;
 - 3.1.2. The right to conduct, in accordance with the conditions set forth by the Commissioner, if any, exploration activities outside the licenced area that can provide an estimate regarding the chances of finding petroleum in the licenced area;
 - 3.1.3. The exclusive right to perform test or development drilling in the licenced area and produce petroleum therefrom;
 - 3.1.4. The right to obtain a lease after having made a discovery in the licenced area.

4. Duties of the licence holder; application of laws and provisions

- 4.1. The licence holder shall act with due diligence for the purpose of performing exploration activities in the potential petroleum resource in the area subject matter of the Licence by way of initiative and in an efficient manner in accordance with the Licence and customary professional practice.
- 4.2. When performing the actions of the licence holder in connection with the Licence, the licence holder shall act in accordance with the following:
- 4.2.1. The provisions of the Law, Petroleum Regulations, Offshore Exploration Regulations, safety at work legislation, environmental protection and hazardous materials laws, provisions set forth in the Natural Gas Sector Law and the Gas (Safety and Licensing) Law 5749-1989 and any other relevant law that is in effect from time to time to the extent that these laws are applicable to the licence holder or pertain to the Licence or activities that are performed in connection with the Licence.
- 4.2.2. The instructions set forth by the Minister pursuant to his powers in accordance with the Law and in accordance with the provisions set forth in any law and the instructions set forth by the Commissioner by virtue of his statutory powers or by virtue of the provisions set forth in the Licence, including provisions and conditions that are set forth in the letters of approval and demands and instructions on behalf of any competent authority by law;
- 4.2.3. International treaties to which Israel is a party and that apply to the licence holder or to its activities, in accordance with the provisions set forth in any law;
- 4.3. The licence holder shall act for the purpose of obtaining any approval and certificate that are required from any government entity and in accordance with the provisions set forth in any law.
- 4.4. The Operator at the Licence granting date is _____

5. The work programme

- 5.1. The work programme as stated in the Second Addendum as amended at any time (hereinafter: "**Work Programme**") constitutes an integral part of the Licence.
- 5.2. The licence holder shall implement the Work Programme in due diligence and in accordance with "good oilfield practice" that is to say – the practice, methods, standards and procedures that are customary in competent and experienced operators in the oil and gas sector and that act with due diligence and care and that, during relevant times, and after exercising reasonable judgment and in light of the facts known at the time of making decisions, are those that will attain the desirable outcomes and objectives.
- 5.3. The licence holder is required to plug and abandon any well that is performed or any well in which re-entry is made as part of the Licence and in accordance with "good oilfield practice."

6. Drilling a well, approvals for drilling, plugging and abandonment

- 6.1. The performance of drilling requires prior and written approval of the Commissioner.
- 6.2. Where the licence holder undertook to drill a well, the drilling shall be performed in accordance with the objective that was defined in the Work Programme or for a purpose that will be approved by the Commissioner prior to performance of drilling
- 6.3. The licence holder shall request the Commissioner's approval for any commencement or re-entry to the well and for plugging or abandonment of each well.
- 6.4. The application shall include specifications and information in accordance with the instructions set forth by the Commissioner.
- 6.5. The Commissioner shall be entitled to approve the work under conditions.
- 6.6. Any temporary or permanent plugging or abandonment of a drill shall be performed in accordance with the requirements set forth by the Commissioner and in such manner that will leave the drill in good condition and will allow continuation of the works in the drill.
- 6.7. Prior to expiration of the Term of Licence, the licence holder shall plug and abandon any drilling that is performed or any drilling in which a re-entry is made as part of the Licence and that was not yet plugged and

abandoned in accordance with "good oilfield practice," unless otherwise agreed with the Commissioner.

7. Granting a lease

- 7.1. The licence holder shall notify the Commissioner regarding having made discovery immediately after becoming aware of such discovery in accordance with the Petroleum Law and Petroleum Regulations.
- 7.2. The notice shall include details and information as determined by the Commissioner.
- 7.3. In the event that the Commissioner confirms that the licence holder made a discovery, and the licence holder submits to the Commissioner an application for granting a lease in accordance with the Law and the Regulations during the Term of Licence, with relation to an area whose area shall not be greater than 250km² that is included in the Licence area and where the discovery was made.
- 7.4. Where an approved discovery(s) may extend beyond the Licence, the licence area holder may apply to have the boundaries of the development area drawn to accommodate the approved discovery(s), and the Minister may approve such application, in accordance with Article 49 of the Law.
- 7.5. The lease deed shall set out additional conditions those set forth in the Licence and that are relevant to the granting of a lease and the stage of commercial petroleum production.
- 7.6. Upon granting a lease, the Licence shall expire and the rights regarding the area that is not included in the lease will be returned to the State.
- 7.7. In the event that the licence holder made a discovery in the Licenced area, the licence holder shall be obligated, unless there is a reason to contradict this obligation to produce petroleum, to set the boundaries of the field and develop it – and all in due diligence as if it were a lease holder and the licence holder shall bear all obligations of a lease holder with respect to these actions and with respect to the petroleum that is produced; this provision shall not derogate from its obligations as a licence holder.

8. Reports and records

- 8.1. The licence holder shall keep samples in accordance with the provisions set forth in the Petroleum Law and the guidelines set forth by the Commissioner.

- 8.2. The licence holder shall submit to the Commissioner records, reports and documents as required by the Law, Regulations, provisions set forth in the Licence and guidelines set forth by the Commissioner.
- 8.3. The licence holder shall submit to the Commissioner an immediate report regarding any irregular and material event, including an event in which damage was caused or might be caused to any person, property or the environment.
- 8.4. The licence holder shall submit to the Commissioner reports in accordance with the Law, Regulations and guidelines set forth by the Commissioner; any information and data in its possession and any agreement, report or any other document that is required, in the opinion of the Commissioner, for the purpose of supervising the licence holder and actions thereof in connection with the Licence.
- 8.5. All data and information submitted to the Commissioner shall be kept by the Commissioner and shall be handled in accordance with the provisions set forth in any law, Regulations and guidelines set forth by the Commissioner. The Commissioner shall be entitled to use the data and information as he deems fit for the optimal development of petroleum resources in Israel.

9. Security

- 9.1. The licence holder shall observe strictly the instructions it is given by an authorized representative of the IDF with respect to any security issue pertaining to the Licence area and the actions of the licence holder.
- 9.2. Without derogating from that which is stated in Section 9.1, the licence holder shall act in security issues in accordance with the instructions set forth by the Commissioner or the Security Officer in the Ministry of National Infrastructures, Energy and Water Resources (hereinafter: "**the Ministry**") or anyone authorized by said entities.
- 9.3. Without derogating the above, the licence holder should be aware that the licence area may be located in proximity to the boundaries of Israel's exclusive economic zone and/or areas of special sensitivity from a security and/or foreign relations perspective, and will take special care not to take any action in the licence area without specific approval by the security authorities and by the Commissioner, and if approved, will take special care to carry out the action in accordance with the instructions given in the approval.

10. Supervision and obligation of coordination with the authorities

- 10.1. The licence holder shall be responsible for obtaining all licences, permits and approvals that are required by law and shall act with due diligence to obtain them on dates that will facilitate performance of the Work Programme in accordance with the schedule set forth therein.
- 10.2. The licence holder shall act in coordination with the Administration of Shipping and Ports in the Ministry of Transport and Road Safety in anything related to shipping.
- 10.3. Without derogating from the provisions of Section 50 of the Law, the licence holder will allow the Commissioner or whoever is authorized by the Commissioner to be present during the performance of any action in accordance with this Licence and, in this regard, will grant to the Commissioner or its authorized representatives immediate access to any location where such activities of the licence holder are performed and access to any data, document or any other information that are required for the purpose of filling their position.
- 10.4. Supervision and inspection authorities that were exercised by law or the right to demand the submission of reports as aforesaid shall not impose on the State, the Commissioner or any other entity on their behalf any obligation or liability or give rise to an argument of preclusion or estoppel in connection with the performance of actions in accordance with the Licence.
- 10.5. The supervision and inspection authorities and the right to request reports shall not derogate from the responsibility of the licence holder regarding the manner of performance of the works and the fulfilment of its obligations in accordance with the instructions set forth in the Licence and any law.
- 10.6. Without derogating from the provisions set forth in the Licence and the statutory provisions, the Commissioner shall be entitled to instruct the licence holder to perform actions and conduct inspections that are required in its opinion for the purpose of supervising the performance of the instructions set forth in the Licence and the certificates, including statutory provisions, documents, standards and procedures specified therein; in the event that the licence holder failed to take said action within a reasonable time as prescribed by the Commissioner, the Commissioner shall be entitled to perform said action or conduct said inspection by anyone authorized by the Commissioner for that purpose

and shall be entitled to demand from the licence holder to provide equipment for that purpose.

- 10.7. In the event that the licence holder became aware of a demand made by a competent authority that may, in its opinion, harm its compliance with the requirements set forth in the Licence, the licence holder shall notify the Commissioner promptly of such.

11. Employment of Israeli employees, purchase of goods and services from Israel

- 11.1. The licence holder shall give priority to hiring local Israeli workforce to the extent that there is in Israel a suitable workforce possessing skills and competence to fill in the professional and administrative positions that are required for the purpose of the Licence and for the customary costs with respect to positions as aforesaid.
- 11.2. When purchasing goods and services for the purpose of performing actions in the Licence area, the licence holder shall give priority to goods and services that are produced in Israel, to the extent that their quality, availability and costs are commensurate with the goods and services that are produced outside Israel.
- 11.3. The licence holder shall inquire whether there are local manufacturers and service providers that can provide the goods and the services that are required for the purpose of performing the works in the Licence. Such an inquiry as aforesaid may be conducted directly or in relevant government ministries, industrialist associations or the Industrial Cooperation Authority (ICA). The licence holder shall afford a fair and equal opportunity to local manufacturers and service providers to become integrated in its activities that are performed in accordance with the Licence.
- 11.4. Upon the granting of the lease, the licence holder shall present to the Commissioner a local content plan. This plan will include, as a minimum, a plan for professional training and employment of local workers in the oil and gas professions, the purchase of local goods and services for the purpose of performing the actions in the lease and supporting research and development in the oil and gas sector in Israel.

12. Environmental protection

- 12.1. The licence holder shall act in accordance with the Environmental guidelines for Offshore Petroleum and Natural-Gas Exploration and

Production and all instructions set forth by the Commissioner and any government authority regarding environmental protection.

- 12.2. The licence holder shall not perform a drilling before obtaining any approval or permit required for the purpose of its performance from the Ministry of Environmental Protection, including approval regarding a contingent emergency plan, poisons permit and discharge, permit and shall act in accordance with their provisions.

13. Fees and royalties

- 13.1. The licence holder shall pay annual fees in accordance with the provisions set forth in the Law and the Regulations that is in effect from time to time.
- 13.2. In the event that the licence holder produces oil or natural gas from the Licenced area, the licence holder shall pay royalties to the State of Israel in accordance with the provisions set forth in Section 32 of the Law and the guidelines set forth by the Commissioner.

14. Guarantees

- 14.1. As a condition for the issue of the Licence, the licence holder shall provide an autonomous, unconditional and irrevocable bank guarantee in the amount of US\$ [_____] a copy of which is enclosed as an appendix (hereinafter: "**the Guarantee**").
- 14.2. Performance of drilling shall be subject to providing of the securities as required in accordance with the guidelines set forth by the Commissioner Guidelines for Providing Securities Associated with Petroleum Rights. This provision shall not apply with respect to guarantees that were provided for wells that the licence holder undertook to drill in the First Period.
- 14.3. Guarantee amounts and amounts of securities shall not limit the scope of liability of the licence holder towards the State for payments whose obligation applies to the licence holder in accordance with the Licence or in accordance with the provisions set forth in any law or compensation for damages caused to the State (including any authority thereof).
- 14.4. The Commissioner shall forfeit the Guarantee upon the occurrence of any event specified in the Guidelines for Providing Securities

Associated with Petroleum Rights and the provisions set forth in these guidelines shall apply to such forfeiture as aforesaid.

15. Liability, indemnification and insurance

- 15.1. An instruction that was delivered in accordance with authorization and in accordance with the law, including instructions, permits, licences and certificates, the instructions set forth in the Licence and letters of approval, statutory provisions and any other instruction, shall not impose on the State or any authority thereof or any employee thereof any responsibility or liability towards the licence holder, its employees, contractors, customers and any other third party and shall not serve as grounds for a claim of any thereof towards the same, or cause the removal of the licence holder's full statutory liability in accordance with the Licence and the letters of approval in respect of the performance of actions in the Licence area in a safe and standard manner.
- 15.2. The powers of approval or supervision in accordance with the Law or the Licence or an approval or the use of any other power that is granted in accordance with the Licence, an approval or any law to the State or any authority thereof or any employee thereof shall not impose on any of the same any responsibility that is imposed on the licence holder or eliminate or derogate from this responsibility.
- 15.3. The licence holder shall indemnify the State, including any authority thereof and employee thereof, for any damage, pecuniary and non-pecuniary, or any monetary obligation including legal and other expenses said entities are obligated to pay to a third party as a result of a negligent act or omission or in violation of the instructions set forth in the Licence or an approval of the licence holder in connection with the Licence, and the obligation of the licence holder in accordance with the Licence as per a peremptory judgment in a proceeding in which the licence holder was a party or was afforded to join as a party and in case of settlement – after its approval by the licence holder that shall not be unreasonably withheld.
- 15.4. The licence holder shall perform at its expense and shall maintain during the entire Term of Licence all insurance coverage specified in Chapter B regarding Guidelines for Providing Securities Associated with Petroleum Rights and all of said instructions shall apply to the licence holder, *mutatis mutandis*.

16. Transfer or charge of the Licence

- 16.1. The provisions set forth in the Law shall apply to transfer of the Licence or a benefit thereof and the charge of a licence. A licence or benefit thereof may not be charged or transferred in any manner without obtaining the Commissioner's approval.
- 16.2. The provisions of Guidelines for Providing Securities Associated with Petroleum Rights shall apply to the application for transfer or charge of the Licence or any benefit thereof.

17. Exclusive Conditions

- 17.1. The licence holder acknowledges and agrees that the area described above is part of the Exclusive Economic Zone of the State of Israel, which has not yet been fully delimited. If during the term of the Licence or during the period of any petroleum right granted following issue of this Licence (licence or lease) an area or areas are deducted from the area described above, the licence area or the other right area will be decreased accordingly without any compensation to the rights holder.
- 17.2. By receiving this licence, the licence holder hereby affirms that he knows that the licence area is located near the outer limits of Exclusive Economic Zone (EEZ) of the State of Israel. This fact, along with Israel's political and security interests, may impact potential activities in the Zones.
- 17.3. Without derogating from the above:
- 17.3.1. in the event that any arrangement and/or agreement is made by the State of Israel, including, inter alia, regarding:
- i. the extent of the Israeli Exclusive Economic Zone (EEZ);
 - ii. transboundary reservoirs or prospects, including the rights to explore, develop and produce such reservoirs or prospects, as well as requirements to provide information regarding exploration, development and production activities related to such reservoirs or prospects, including to a third party;
- The licence holder agrees to comply with the Ministry's instructions regarding such agreement and/or arrangement and waive any claim,

demand or cause of action, of any kind towards the State of Israel in this regard.

17.3.2. In the event of the existence of a transboundary reservoir or prospect in the licence area, the licence holder acknowledges that in addition to the right of Israel to make any agreement/arrangement regarding such a reservoir or prospect, the Petroleum Commissioner may issue specific instructions regarding such reservoir or prospect, including conditions or limitations to activities in relation to it. Such instructions, as well as agreements/arrangement made by the state of Israel regarding such a reservoir or prospect, may take into account the political, security and economic interests of the State of Israel, alongside the need to ensure the economic viability of the development of such a reservoir or prospect. The licence holder agrees to comply with such instructions and waive any claim, demand or cause of action, of any kind towards the State of Israel in this regard.

17.4. Without derogating from the provisions of Articles 17.1 to 17.3 above, the licence holder further acknowledges and agrees that:

17.4.1. It is aware of the Maritime Agreement between the State of Israel and the Republic of Lebanon, signed and entered into force on October 27, 2022, via exchange of letters between the State of Israel and the United States of America, and between the Republic of Lebanon and the United States of America (hereinafter: the Maritime Agreement).

17.4.2. It is aware, inter alia, of Section 3A and 3B of the Maritime Agreement, which read:

"A. If there is identification of any other single accumulation or deposit of natural resources, including liquid hydrocarbon, natural gas, or other mineral extending across the [Maritime Boundary Line] other than the [Saida] Prospect, and if one Party by exploiting that accumulation or deposit would withdraw, deplete, or draw down the portion of the accumulation or deposit that is on the other Party's side of the [Maritime Boundary Line], then before the accumulation or deposit is exploited,

the Parties intend to request the United States to facilitate between the Parties (including any operators with relevant domestic rights to explore and exploit resources), with a view to reaching an understanding on the allocation of rights and the manner in which the accumulation or deposit may be most effectively explored and exploited.

B. Each Party shall share data on all currently known, and any later identified, cross--[Maritime Boundary Line] resources with the United States, including expecting the relevant operators that operate on either side of the MBL to share such data with the United States. The Parties understand that the United States intends to share this data with the Parties in a timely manner after receipt."

17.4.3. It is aware that the licence area borders on the maritime boundary line between Israel and Lebanon as delimited in the Maritime Agreement.

17.4.4. The licence holder waives any claim, demand, or cause of action of any kind in connection with the Maritime Agreement or any arrangement that may result from it, and agrees to comply with the Ministry's instructions regarding its implementation. Inter alia, the licence holder agrees and commits to share with the Ministry any information it requires, and consent to the sharing of such information with third parties, to the extent required by Section 3B of the Maritime Agreement.

17.4.5. Nothing in the above shall derogate from the right of the Parties to the Maritime Agreement to agree to amend said agreement or any of its terms, as well as to sign another or different agreement or any arrangement concerning transboundary reservoirs or prospects, in general or regarding a specific reservoir, and the licence holder waives any claim, demand, or cause of action of any kind in connection with such amendment, agreement or arrangement.

17.5. Without derogating from the provisions of Articles 17.1 to 17.3 above, the licence holder further acknowledges and agrees that:

17.5.1. It is aware of the Agreement Between the Government of the State of Israel and the Government of the Republic of Cyprus on Delimitation of the Exclusive Economic Zone, signed on December 17, 2010 (hereinafter: the Delimitation Agreement).

17.5.2. It is aware that the licence area is located near the delimitation line between Israel and Cyprus as delimited in the Delimitation Agreement.

17.5.3. The licence holder waives any claim or demand or cause of action of any kind in connection with the Delimitation Agreement or any arrangement that may result from it, and agrees to comply with the Ministry's instructions regarding its implementation.

17.5.4. Nothing in the above shall derogate from the right of the Parties to the Delimitation Agreement to agree to amend said agreement or any of its terms, as well as to sign another or different agreement or any arrangement concerning transboundary reservoirs or prospects, in general or regarding a specific reservoir, and the licence holder waives any claim, demand, or cause of action of any kind in connection with such amendment, agreement or arrangement.

18. General

18.1. Anything stated in this Licence shall not derogate from the obligations of the licence holder in accordance with the Law and in accordance with any applicable law at the time.

18.2. The licence holder shall be obligated to uphold different guidelines that are published by the Commissioner from time to time on the Internet website of the Ministry.

18.3. Conditions and requirements set forth in this Licence shall come in addition to any regulatory requirement made by the Commissioner or any other competent authority.

18.4. Where the Licence is held by more than one entity, each of the licence holders shall be responsible, individually and collectively, to uphold the terms set forth in the Licence.

18.5. The licence holder shall be capable of performing all its obligations in accordance with the Licence and any other relevant law during the entire Term of the Licence

18.6. The Appendices to this Licence shall constitute an integral part thereof.

18.7. The Licence shall be public and shall be published on the Internet website of the Ministry.

18.8. Applications, reports, representations, data or other document that should be prepared and submitted to the Commissioner shall be

compiled and prepared professionally and clearly and in accordance with customary practice in the field and shall be submitted to the Commissioner in writing, by mail, by courier, fax or as a scanned document that will be transmitted by email or in any other electronic format as requested by the Commissioner. In the event that the licence holder found that there is a mistake in a material detail it submitted to the Commissioner, or that no material detail was included therein, the licence holder shall notify the Commissioner immediately after becoming aware of same.

- 18.9. Applications and reports shall be submitted when they are signed by the authorized persons on behalf of the licence holder.
- 18.10. Israeli law shall govern anything related to the Licence, and the Israeli courts shall have sole jurisdiction in anything relating to and arising out of this Licence.