



THE STATE OF ISRAEL

MINISTRY OF FINANCE

MINISTRY OF ENERGY

THE WATER AUTHORITY

**THROUGH THE SEA-WATER DESALINATION
INTER-MINISTERIAL TENDER COMMITTEE**

May 25th, 2020

The Pre-Qualification Participants

Re: Invitation for Pre-Qualification

The Desalination Facility at the Western Galilee

Addendum PQ no.2

1. Pursuant to the Invitation for Pre-Qualification published January 2018, and in accordance with the provisions thereof, the attention of all the Participants is drawn to **Appendix "I"** attached herein.
2. In accordance with the provisions of the Invitation, you are kindly requested to acknowledge receipt of this Addendum, no later than 2 days following receipt thereof, by a written notice to the Tender Committee, in the format attached herein as **Appendix "II"**.

Respectfully Yours,

A handwritten signature in blue ink, appearing to read 'Y. Marmelshtein', written over a light blue circular stamp.

Yitsik Marmelshtein

Chairman of the Tender Committee

CC: Members of the Tender Committee

APPENDIX "I"

ADDENDUM PQ NO.2 - May 25th, 2020

**AMENDMENTS, CLARIFICATIONS AND
MODIFICATIONS TO THE INVITATION FOR
PRE-QUALIFICATION**

		Section
1.	Participants are advised of the amended version of the Invitation for Pre-Qualification and the Pre-Qualification Forms (also in MS-Word format), available at: https://www.mr.gov.il/OfficesTenders/Pages/SearchOfficeTenders.aspx	General
2.	Participants are advised of the pending legal proceedings in Case 1843/20 The Matte Asher Regional Council v the Government of Israel <i>et al</i> , concerning National Infrastructure Scheme no. 90 (TATAL 90) [בג"צ 1843/20 המועצה האזורית מטה אשר נ' ממשלת ישראל ואח'] The Petitioner applied for the revocation of the Government Decision no. 4832 dated 30.1.2020, approving TATAL 90, and that TATAL 90 shall be returned to the National Infrastructures Committee, in order to examine alternative locations for the desalination facility. The Petitioner also applied for interim injunctions, including the suspension of the tender process. On April 7 th , 2020 the Court has denied the application for the interim injunctions.	
3.	Q: The Tender Committee was requested to change the definition of the term "Year" so that it will relate to the twelve (12) months period immediately preceding the publication date of the Invitation for Pre-Qualification, rather than the Pre-Qualification Submission Date, in order to address a possible delay to the Pre-Qualification Submission Date due to the COVID-19 situation.	Section 5, "Year"
	A: The Tender Committee is monitoring closely the implications of the COVID-19 pandemic on the ability of Participants to participate in the Pre-Qualification Process in accordance with the terms of the Invitation. To the extent that the Tender Committee will decide, at its sole discretion, to postpone the Pre-Qualification Submission Date (beyond the postponed date stipulated in Clarification #1 above), it shall re-visit the request.	

4.	Q:	The Tender Committee was requested to amend the definition of “Financial Entity” so that such will also include an “Investment Entity” (as such term is defined in IFRS10), and to include applicable Financial Pre-Qualification Requirements for such entities.	Section 5
	A:	The request is accepted. Please refer to the revised Invitation attached as <u>Annex 1</u> .	
5.	Q:	The Tender Committee was requested to confirm that a Member which relies on a Guarantor, may submit its Financial Statements that are prepared on a cash-basis (and therefore, although complying with Israeli GAAP, the auditor's opinion which will be issued with respect thereto is expected to include certain reservations related mainly to the presentation of investments), provided that the Financial Statements of the Guarantor, which will be submitted in addition thereto, meet all applicable requirements of the Invitation.	5.4
	A:	Confirmed, provided that the Member shall also submit a “going concern” statement by its CFO/CEO or external auditor, in accordance with Section 5.4.7 (Going Concern) of the Invitation.	

APPENDIX "II"

ACKNOWLEDGEMENT OF RECEIPT

Date: _____

To
Mr. Yitsik Marmelshtein
Chairman of the Tender Committee

Co./ Chen Vinitzky
Coordinator of the Tender Committee
E-mail: chenv@inbal.co.il

Re: Invitation for Bids

The Desalination Facility at the Western Galilee

Addendum PQ no.2

Pursuant to the Invitation and in accordance with the provisions thereof, we hereby acknowledge receipt of this Addendum.

(name of Participant and signature of the Authorized Representative)

Cc: Adv. Michal Schwartz, Lipa Meir & Co.
E-mail: Michals@lipameir.co.il