

Form 21-3 (Article 246-5)

(letter)

Explanatory document for the 1<sup>st</sup> term ( From: 01/01/2017 To: 12/31/2017 )

Date: 26/04/2018

Name of Carmel 5 Ltd.  
 Business:  
 Address or 12 Abba Eban Avenue Herzeliya  
 location: 4672530, Israel  
 Name: Ronen Nir; Yitzhak Avidor  
 Title: Authorized Signatories

1. Operational status of business

(1) Date of notification

① Notification in accordance with Financial Instruments and Exchange Act (hereafter "FIEA") Article 63(2) or Article 63-3(1)

Date: 2/18/2017

② Notification in accordance with Article 48(2), (4) or (6) of the Supplementary Provisions of the Act to Partially Amend the Securities and Exchange Act (Act No. 65 of 2006)

Not Applicable

(2) Types of businesses currently being operated

Venture Capital, SPBQII (private placement and investment management)

(3) Overview of the current term

Investment in portfolio companies.

(4) Status of corporate officers and employees

① Number of corporate officers and employees

	Corporate officers	of which part-time officers	Employees	Total
Total	8	8	0	8

② Status of corporate officers

Positions	Names

(5) Status of the principal business office, and business offices where Specially Permitted Businesses for Qualified Institutional Investors, etc. ("SPBQII") are operated

Name	Location	Number of Corporate officers and employees
Principal Office	12 Abba Eban Avenue Herzeliya 4672530, Israel	8
Registered Office	c/o CO Services Cayman Limited P.O. Box 10008, Willow House Cricket Square, Grand Cayman, KY1-1001, Cayman Islands	
Total <u>  2  </u> locations		Total <u>  8  </u>

(6) Status of external auditing

Name or business name of the certified public accountant or auditing firm	Details of auditing

(7) Status of the fund

Names of the Invested Business Equity	Carmel Ventures V, L.P.
Details of the Invested Business	Invests in early stage IT companies
Types of the Invested Business Equity	Rights based on laws and regulations of a foreign state
Location of the accounts into which investment money is paid	
Flow of funds	
Duration	

	Types of investors	Number of investors
Status of investors	Qualified Institutional Investors (“QIIs”)	1
	of whom individuals	0
	Investors other than QIIs	0
	of whom individuals	0
	Total	1
Amount of investment by QIIs and its ratio	Amount of investment	0 yen
	Ratio of investment	100%
If persons specified under the items of Article 233-3 are among the counterparty	Existence of persons specified under the items of Article 233-3 (“yes” or “none”)	
	Status of audits	Name or business name of the certified public accountant or auditing firm
		Details of audits