

Natural Resource Holdings Ltd.

(Hereinafter: "the Company")

July 30, 2017

For the attention of:
The Securities Authority
22 Kanfei Nesharim St.
Jerusalem

For the attention of:
Tel Aviv Stock Exchange Ltd.
2 Achuzat Bayit St.
Tel Aviv

Re: Ad hoc reporting

1. The Company announces that they have received a letter from the Tel Aviv Stock Exchange Ltd. ("**The Stock Exchange**") that proclaims that, pursuant to a review done by the Stock Exchange on June 30, 2017, the Company is still not compliant with the minimal value of the public's holdings because the value of shares available for the public is lower than 5 million NIS and stands at 4.8 million NIS.
2. However, in compliance with the preservation rules, the Company's shares will not be transferred to the Preservation List, since the value of the shares is more than 4 million NIS, and the Company shares have a market ("**Ease of Restrictions**").
3. With their announcement, the Stock Exchange let the Company know that, pursuant to the instructions in the fourth part of the Stock Exchange Regulations, if, during the next review to be held on December 31, 2017, the Company does not comply with the requirements of minimal valuation of public holdings, the ease of restrictions will be terminated and the Company will move to the Preservation list after this date and without any additional extension.
4. The Company intends to review those findings, and also to examine different action paths available to them.

Sincerely,

Natural Resource Holdings Ltd.