



ANNEXURE "F2"

FORM OF IRREVOCABLE STANDBY LETTER OF CREDIT

DOWN/ADVANCE PAYMENT

**FOR A FOREIGN CURRENCY OR ILS LINKED TO FOREIGN CURRENCY
DENOMINATED CONTRACT**

Dear Sirs,

Please advise the Israel Electric Corporation Ltd., Finance Division, Treasury Dept. 1 Nativ Haor street, Haifa, 3508510, Israel (hereinafter: "**IEC**") that at the request of and for the account of _____ (hereinafter: **the "Contractor"**), we, _____ (hereinafter: "**Issuing Bank**") hereby establish in favor of IEC, our irrevocable Standby Letter of Credit (hereinafter: "**SBLC**") No. _____ in the amount of [Currency] _____ (hereinafter: "**SBLC Amount**") representing a Down/an Advance Payment paid by IEC to the Contractor under the terms of Contract/Order No. _____ entered into between IEC and the Contractor.

1. This SBLC is payable to IEC at the counters of _____ (hereinafter: "**Advising Bank**") against SWIFT advice from the Advising Bank to the Issuing Bank certifying that the Advising Bank has received a written demand for payment in English (hereinafter: "**the Demand**") purportedly signed by an authorized officer of IEC.
2. The SBLC Amount shall be increased by interest at the rate of 6% per annum, including by the relative amount for a respective period (i.e., a SBLC for a period of 6 months shall be increased by 3%).
3. This SBLC shall remain valid until 60 days after delivery of the last item of equipment covering the current value of the Down/Advance Payment, i.e., until _____ [insert scheduled date + 60 days].
4. We, _____, Issuing Bank, hereby undertake irrevocably that payment will be duly made within 7 banking days after receipt by us of Advising Bank's SWIFT advice notifying us of IEC's presentation to it of the Demand and in strict conformity with the terms of this SBLC.
5. With the exception of amounts and dates, typing errors shall not be regarded as being discrepancies.
6. Except insofar as otherwise expressly stated herein, this SBLC is subject to the "International Standby Practices" ("ISP98") published by the International Chamber of Commerce (Publication No. 590) (October 1998). In the absence of any provisions of ISP98, this SBLC shall be subject to Israeli Law.

Yours truly,

ANNEXURE "F4"

FORM OF IRREVOCABLE BANK GUARANTEE

DOWN/ADVANCE PAYMENT

FOR A FOREIGN CURRENCY DENOMINATED CONTRACT

TO: ISRAEL ELECTRIC CORPORATION LTD.
FINANCE DIVISION, TREASURY DEPT.
1 NATIV HAOR ST.
HAIFA 3508510
ISRAEL
(HEREINAFTER: **THE "BENEFICIARY/"IEC"**)

RE: OUR GUARANTEE NO.
FOR THE AMOUNT OF

DEAR SIRs,

AT THE REQUEST OF AND FOR THE ACCOUNT OF _____ (HEREINAFTER: **THE "CONTRACTOR"**), WE, _____ BANK LTD., [THE RELEVANT INTERNATIONAL GUARANTEES DEPARTMENT'S NAME], HAVING OUR ADDRESS AT _____, ISRAEL (HEREINAFTER: **"ISSUING BANK"**) HEREBY ESTABLISH IN FAVOR OF IEC, OUR IRREVOCABLE BANK GUARANTEE NO. _____ IN THE AMOUNT OF _____ [CURRENCY, IN DIGITS & WORDS BOTH] (HEREINAFTER: **"GUARANTEE AMOUNT"**) WHICH WE ARE INFORMED IS REPRESENTING A DOWN/AN ADVANCE PAYMENT PAID BY IEC TO THE CONTRACTOR UNDER THE TERMS OF CONTRACT/ORDER NO. _____ ENTERED INTO BETWEEN IEC AND THE CONTRACTOR.

1. THIS BANK GUARANTEE IS PAYABLE TO IEC'S ACCOUNT AGAINST THE RECEIPT BY US OF IEC'S FIRST WRITTEN DEMAND FOR PAYMENT IN ENGLISH (HEREINAFTER: **"THE DEMAND"**) PURPORTEDLY SIGNED BY AN AUTHORIZED OFFICER OF IEC.
2. THE GUARANTEE AMOUNT AVAILABLE FOR DRAWING UNDER THIS BANK GUARANTEE SHALL BE INCREASED BY INTEREST AT THE RATE OF SIX PERCENT (6%) PER ANNUM OR BY THE RELATIVE AMOUNT FOR A RESPECTIVE PERIOD.
3. THIS BANK GUARANTEE SHALL REMAIN VALID UNTIL (HEREINAFTER: **"THE EXPIRY DATE"**). ANY DEMAND MUST REACH US ON OR BEFORE THE EXPIRY DATE.
4. WE, THE ISSUING BANK, HEREBY UNDERTAKE IRREVOCABLY THAT PAYMENT WILL BE MADE DULY WITHIN SEVEN (7) BANKING DAYS AFTER RECEIPT BY US OF IEC'S DEMAND.

ANNEXURE "F4" (*Continued*)

FORM OF IRREVOCABLE BANK GUARANTEE

DOWN/ADVANCE PAYMENT

FOR A FOREIGN CURRENCY DENOMINATED CONTRACT

5. WITH THE EXCEPTION OF AMOUNTS AND DATES, TYPING ERRORS SHALL NOT BE REGARDED AS BEING DISCREPANCIES.
6. THIS GUARANTEE IS NEITHER TRANSFERABLE NOR ASSIGNABLE IN ANY WAY WHATSOEVER.
7. EXCEPT INSOFAR AS OTHERWISE EXPRESSLY STATED HEREIN, THIS BANK GUARANTEE IS SUBJECT TO THE UNIFORM RULES FOR DEMAND GUARANTEES OF INTERNATIONAL CHAMBER OF COMMERCE (URDG), I.C.C. PUBLICATION NO. 758), 2010 REVISION. IN THE ABSENCE OF ANY PROVISIONS OF URDG 758, THIS BANK GUARANTEE SHALL BE SUBJECT TO ISRAELI LAW.