



Unitronics, which is controlled by the FIMI Fund, reports:

The strategic move of spinning off the automated solutions segment of Unitronics to Utron was completed today

Starting from March 14, 2019, both companies – Unitronics and Utron – will be traded on the Tel Aviv Stock Exchange

The spinoff is a strategic move that will allow for a better focus on the growth engines of both companies and improvement of their profitability

Unitronics, a world leader in the market of automation products, automated warehouses and autonomous parking facilities, reports that pursuant to the prospectus issued on February 28, 2019, Unitronics today (March 12, 2019) completed the spinoff of its automated solutions segment (comprising the development, construction and maintenance of autonomous parking facilities as well as the construction of automated logistics centers through the Company and the subsidiary Unitronics Automated Solutions Ltd.) to the fellow subsidiary Utron Ltd. ("**Utron**") and the listing of the securities of Utron.

Trading in shares of Utron is expected to begin on March 14, 2019, and anyone who on March 10, 2019 held one share of Unitronics (provided they did not purchase the share on that day), received, in the framework of the spinoff, in addition to the Unitronics share held by them, one share of Utron.

The Utron share price on the date of the start of trading in Utron shares will stand at NIS 14.10. The price was determined by multiplying the pro rata share of Utron's share capital (pro forma) in the pre-spinoff share capital of Unitronics as of June 30, 2018 (equal to 0.528), by the closing price of the Unitronics share on the trading day before the date of record – March 7, 2019.

Haim Shani, Unitronics' founder and CEO:

"To enable each operating segment to achieve optimal growth, and given the material difference in the nature of each segment's activity and its operational and organizational maturity, we decided to split the company's operations, such that the automated solutions business (which is carried out through the company and a subsidiary) will be spun off to a fellow subsidiary which is also publicly traded.



"The company believes the split will enable managerial focus in the PLC segment retained by it on the relevant growth engines, the expansion of activity in the target markets and an improvement in profitability, in cash flows and in all the financial performance indicators.

"The split and the resulting focus on the PLC segment will improve the company's positioning in the capital market, inter alia as a profitable company over time with the capacity to distribute dividends.

"Likewise, the spinning off of the automated solutions segment to a fellow subsidiary will enable stability and allow the management of the spin-off company to focus on stronger targeting of the U.S. market and on strengthening its position as a market leader, as well as on the raising of capital needed for growth acceleration, entry into strategic joint ventures and the positioning of the company in the capital market as a leading pioneering technology growth company."

About Unitronics

Unitronics (1989) (R"G) Ltd. is an Israeli public company with extensive international operations, which, following the spinoff, will operate solely in the products segment, including the design, production and marketing of industrial automation products, mainly programmable logic controllers (PLCs).

Following the spinoff Unitronics will continue to export its products and services through more than 165 distributors worldwide and through a subsidiary in the U.S. as well as branches in other countries.

Unitronics shares are traded on the Tel Aviv Stock Exchange.

Unitronics, which employed 250 workers, will employ following the spinoff 130 workers. The company's headquarters and offices in Israel are located in Airport City. The Company is controlled by the FIMI Fund and by Haim Shani, the company's founder and CEO.

About Utron

Utron Ltd. is an Israeli public company which, following the spinoff, will operate in the automated solutions segment, including the design, construction and maintenance of robotic parking facilities and automated logistics systems, mainly automated warehouses and distribution centers.

Following the spinoff, Utron will focus on stronger targeting of the U.S. market and on strengthening its position as a leader in the market of autonomous parking facilities through a subsidiary in the U.S.

Utron shares will be traded on the Tel Aviv Stock Exchange.

Utron will employ 120 workers following the spinoff. The company's headquarters and offices in Israel are located in Airport City. The company is controlled by the FIMI Fund and by Haim Shani, the company's founder and CEO.