



UNITRONICS (1989) (R" G) LTD.

PRESS RELEASE
Airport City, Israel,
May 18, 2016

*****Regulated Information*****

*****For Immediate Release*****

An immediate report concerning a senior office holder that ceased to hold office

Airport City, Israel - May 18, 2016 - Unitronics published the attached Immediate Report pursuant to the requirements of Israeli law, in connection with a senior office holder that ceased to hold office.

About Unitronics

Unitronics (1989) (R" G) Ltd. is an Israeli company that engages, through its Products Department, in the design, development, production, marketing and sale of industrial automation products, mainly Programmable Logic Controllers ("PLCs"). PLCs are computer-based electronic products (hardware and software), used in the command and control of machines performing automatic tasks, such as production systems and automatic systems for industrial storage, retrieval and logistics. The Company also engages, through its Systems Department and/or its subsidiaries, in the design, construction and maintenance services in the framework of projects for automation, computerization and integration of computerized production and/or logistics systems, mainly automated warehouses, automated distribution centers and automated parking facilities. The Company's PLCs are distributed by over one hundred and sixty distributors (and a wholly owned US subsidiary) in approximately sixty countries throughout Europe, Asia, America and Africa. The services of the Systems Department are provided to customers in Israel and also outside Israel.

This press release contains certain forward-looking statements and information relating to the Company that are based on the beliefs of the Management of the Company as well as assumptions made by and information currently available to the Management of the Company. Such statements reflect the current views of the Company with respect to future events, the outcome of which is subject to certain risks and other factors which may be outside of the Company's control. Should one or more of these risks or uncertainties materialize, or should underlying assumptions prove incorrect, actual results or outcomes may vary materially from those described herein as projected, anticipated, believed, estimated, expected or intended.

Unitronics (1989) (R"G) Ltd.
(the "Company")

Re: An immediate report concerning a senior office holder that ceased to hold office

Pursuant to regulation 34(a) to the Israeli Securities Regulation (Periodic and Immediate Reports), 5730 - 1970.

1. Surname and first name: *Sela Joel*
Identification number type: *Identity card number*
Identification number: *051562155*
Citizenship: *Private person with Israeli citizenship*
2. The office he ceased to hold: *External Director*
3. Date on which ceased or will cease to hold office: *18/05/2016* Commencement date of office: *23/09/2008*
4. To the best knowledge of the corporation the resignation: *does not involve circumstances that should be brought to the attention of the shareholders.*
5. Manner of departure from office: *Resignation*
6. The position continued to be held in the company: *Does not hold any position in the company*
Will he continue to serve as a senior office in the Company: *No*
7. Was the Director a member of a Board of Directors committee: *Yes* Committee name: *Audit Committee, Compensation Committee and the Financial Statements Review Committee*
8. Will the senior officer continue to be an interested party following his resignation by virtue of holdings: *No* By virtue of being a senior officer as required under Article 33 (l) of the Securities Regulations (Periodic and Immediate Statements) 5730 – 1970: *No*
9. Did the company regard the resigning Director as having accounting and financial expertise: *Yes*
10. The following is the text of the External Director's resignation and the reasons for his resignation:
See the attached file
11. Did the company regard the resigning director as an Independent Director: *Yes*
Was the number of Independent Directors serving on the Board of Directors reduced below the number of Independent Directors required pursuant to the provisions of the regulations regarding the independence of the Board of Directors: *No*
Do the Independent Directors have a majority despite the resignation: _____
12. The date and time on which the event or the report reference subject first became known to the corporation: *18/05/2016 at 14:00.*

Respectfully,

Unitronics (1989) (R"G) Ltd.

To:

Unitronics (1989) (R”G) Ltd.
(the “**Company**”)

Dear Sir/Madam,

Re: **NOTICE OF RESIGNATION FROM THE BOARD**

I, the undersigned, hereby resign from my membership on the Board of Directors of the Company and any subsidiaries thereof and any committee thereof, due to personal reasons, effective as of and subject to the consummation of the closing of that certain investment transaction between the Company and FIMI funds.



Sincerely,

Joel Sela