



UNITRONICS (1989) (R" G) LTD.

PRESS RELEASE
Airport City, Israel,
February 28, 2019

*****Regulated Information*****
*****For Immediate Release*****

An immediate report, Update regarding the split of Unitronics' operations

Airport City, Israel –February 28, 2019 - Unitronics published the attached Immediate Report pursuant to the requirements of the Israeli law, in connection with update regarding the split of Unitronics' operations.

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 Automated Solutions 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 autonomous 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, Update regarding the split of Unitronics' operations

**Pursuant to regulation 36(a)
to the Israeli Securities Regulations (Periodic and Immediate Reports), 1970**

Further to the Company's reports dated August 20, 2018 (reference No. 2018-01-077146) regarding the Company's examination of a structural change by way of splitting the Company's operations ("Splitting"), by means of a prospectus for splitting and listing for trade on the Tel- Aviv stock exchange (Hereinafter: "the Prospectus"), so that the Company will transfer the area of automatic solutions (performed through the Company and through its subsidiary, Unitronics Automatic Solutions Ltd.). In accordance with the provisions of a split agreement between the Company and Utron Ltd., a sister company of the Company whose shares are held by a trustee for the shareholders of the Company (hereinafter: "Utron"), and the Company's report dated February 20, 2019 (reference no. : 2019-01-015945)) Regarding the receipt of a judgment approving the execution of the distribution subject to the early repayment at the Company's initiative of debentures (Series 5) as detailed in the immediate report of the Company dated February 13, 2019 (reference no. : 2019-01-014346), which will be made shortly after the distribution, The Company wishes to update that on February 26, 2010, the Company's Board of Directors received a resolution on the implementation of the split and the publication of the Split Prospectus dated February 28, 2019, which was reported on February 28, 2019 (reference no. : 2019-01-017856) (hereinafter: "the Prospectus").

The Company wishes to clarify, as noted in Chapter 2 of the Prospectus, that the determining date is 10.3.2019, and on 12.3.2019 the actual split will be effected, with two trading days thereafter commencing trading in the shares of Utron.

Any person who holds one share of Unitronics on the determining date (provided that he did not purchase the share on the determining date) will be entitled, in addition to the share of Unitronics held by him, to one share of the company as part of the split.

On the determining date, Unitronics' share price will be adjusted following the split by multiplying the relative share of Unitronics' equity after the split in Unitronics' equity prior to the split as at June 30, 2018 (0.472) at the closing price of Unitronics shares on the trading day prior to the record date.

In addition, the share price of Utron at the beginning of the trading in the shares of Utron will be determined by multiplying the pro rata share of the equity of Unitronics prior to the split as of June 30, 2018 (0.528) to the closing price of Unitronics shares on the preceding trading day Determining.

Date and time when the corporation first learned of the event or interest:

28/2/2019 at 00:06

Respectfully,

Unitronics (1989) (R"G) Ltd.