

30.8.2015

Amiad Water Systems Ltd. –**Conflict Minerals Statement**

Amiad Water Systems Ltd. (herein: Amiad) is committed to produce its products and implement operating standards that reflect High Quality and Corporate Responsibility values, specifically respecting human rights and enhancing sustainable development.

Following section 1502 of the Dodd-Frank Financial Reform & Consumer Protection Act adopted by the United States in August 22, 2012, on the issue of use avoidance of Conflict Minerals (also known as 3TG, CM) in products, Amiad supports its clients' legislative obligations and shall collaborate with them on the issue of origin traceability of its relevant products.

Amiad is working to implement proper measures in order to inquire if there is any existence of conflict minerals in its supply chain. For that purpose Amiad has established a cross-company working team, headed by a member of company's management, and includes representatives from relevant departments (e.g. legal, procurement, IT, QA, engineering, environment, marketing).

Amiad expects its suppliers to obtain materials from environmentally and socially responsible and certified sources. Amiad expects its suppliers to have in place policies and due diligence measures that will enable to reasonably assure Amiad that the products and components supplied to Amiad containing 3TG minerals that are DRC conflict-free, and to conduct their business in accordance with Amiad's supply chain responsibility expectations.

Amiad welcomes its clients to raise questions regarding the origins of the products supplied to them. Moreover Amiad comprehends additional motivation and helpful reinforcement from this engagement to its own actions, made in good faith and in order to endeavor a better quality and better products.

For any clarification or further information on the content of this statement, please contact QA@amiad.com