

ELRON

Translation of Immediate Report Filed by Elron Electronic Industries Ltd ("the Company") on March 17, 2021 with the Israeli Securities Authority –Ministry of Communications Approves the Transfer of the Means of Control in Cellcom

Further to Section 2.2.2 of Part I (Description of Corporation's Business) of the Company's annual report for 2020 published on March 15, 2021 (the “**Periodic Report**”), which is incorporated herein by reference, the Company updated that on March 16, 2021 Discount Investment Corporation Ltd., the controlling shareholder of the Company (“**DIC**”), reported that on March 15, 2021, approval was granted by the Israeli Ministry of Communications for the transfer of the means of control (as these terms are defined in the Israeli Communications Law (Telecommunications and Broadcasting), 5742-1982) in Cellcom Israel Ltd. and other companies in its group, in such a manner that Mega Or Holdings Ltd will hold up to 29.9% of the means of control of DIC. In accordance with DIC’s report as aforesaid, the receivers (within the meaning of such term in the Periodic Report) submitted a report on their behalf to the court, in which they stated that once approved by the Ministry of Communications, the first closing date of the transaction from Mega Or’s Offer (within the meaning of such term in the Periodic Report) will occur within five business days.