



English Translation of Registrant's Immediate Report filed with the Israeli Securities Authority on February 20, 2024

Tel Aviv, February 20, 2024, Elron Ventures Ltd. (TASE: ELRN) ("Elron") announces, that on February 19, 2024, Elron's Board of Directors resolved to make an application to the Court for a dividend distribution of US \$35 million (constituting an amount of US \$0.66958 per share) out of which approximately US \$34.6 million is not out of its profits. Such dividend distribution is subject to the Court approval pursuant to Section 303 of the Companies Law, 1999 ("Companies Law") and the record date will be determined accordingly. Elron intends to file an application to the Honorable Court, accordingly.

This decision of the Board of Directors was taken after the Board of Directors determined that considering Elron's assets and liabilities, the solvency criterion pursuant to the Companies Law has been met, namely, that there is no reasonable concern that such dividend distribution would prevent Elron from meeting its existing and expected obligations, as and when they fall due, and that such dividend distribution is for the benefit of Elron and its shareholders.

It should be clarified that the dividend distribution is subject, in addition to the Court approval as stated herein (which is not assured), to a further separate approval of the Board of Directors in relation to the dividend distribution itself following receipt of the Court's approval (if and to the extent received), subject to the Board's full discretion. Accordingly, it should be clarified that as of the date of the publication of this report, there is no certainty as to the distribution of a dividend or the timing or amount thereof.