

## English Translation of Immediate Report Filed with the Israeli Securities Authority on August 11, 2025 Regarding Approval of Share Buyback Plan

According to Regulation 31(a) of the Israeli Securities Regulations (Periodic and Immediate Reports), 1970

**Type of securities:** Ordinary shares of the Company

**Name of the corporation whose securities are to be purchased:** Elron Ventures Ltd.

**Security number on the stock exchange:** 749077

**Country of incorporation or registration:** Israel

**Scheduled date for commencement of execution of the Share Buyback Plan:** August 12, 2025

**Estimated timing for execution of future purchases:** Starting one trading day after the date of publication of the Company's reports for June 30, 2025

**Scheduled period for execution of the Plan:** August 26, 2025 to January 30, 2026

**Date of approval of the Share Buyback Plan by the Board of Directors:** August 10, 2025

### Board's Reasoning for the Share Buyback Plan:

1. Prior to approving the Share Buyback Plan, the Company examined its compliance with the requirements of the law for distribution, as detailed below: (a) Profit test - The Company has no profits to distribute for the purpose of making the purchase, and therefore the purchases are in accordance with the Court's approval under Section 303 of the Israel Companies Law, as granted on August 5, 2025. (b) Solvency test - In the opinion of the Company's Board of Directors, after examining the Company's financial position and based on the Company's financial statements as of June 30, 2025, including data regarding the Company's financial position, projected cash flow and data presented to the Board of Directors to its satisfaction regarding the Company's liquid assets and the existence of credit facilities, it appears that there is no reasonable concern that the implementation of the Plan will prevent the Company from being able to meet its existing and expected obligations when they fall due. The Company's Board of Directors examined the Company's situation at the time the Plan was approved, the scope of the Plan, the scope of the Company's existing and expected liabilities and obligations to financing entities, the impacts of the Plan on the Company's operations in its current form and on the Company's expected investments, and concluded that there is no reasonable concern that the Plan will prevent the Company from being able to meet its existing and expected liabilities when they become due.

2. The Company's Board of Directors also examined the Company's existing sources of credit and unused credit facilities, its financial condition, the scope and structure of its capital and balance sheet, including liquidity ratios and relevant financial ratios, before and after the distribution.
3. In the Company's Board of Directors' assessment, the Share Buyback Plan is not expected to adversely affect the Company's financial condition, including its business plans, its capital structure, its liquidity status, its level of leverage, and its ability to continue operating in its current form of operations.
4. The Company believes that the Company's shares are traded on the stock exchange at a low price relative to their economic value and the Company's growth potential.
5. The Company estimates that, taking into account market conditions and share prices, the purchase of shares will constitute an appropriate use of a portion of the Company's cash balances.
6. The Plan constitutes an expression of confidence in the Company and its shares and is intended to indicate that, in the Company's opinion, the Company's business potential allows for an increase in the share price.
7. In light of all of the above, it appears that the Company's own purchase of the Company's shares under this Plan constitutes a suitable business and economic opportunity for the Company and is in the best interests of the Company and all of its shareholders.
8. It should be noted that the Board of Directors' approval as stated is based on forward-looking information as defined in the Israel Securities Law, 5728-1968, and also on the Company's analysis of its future cash flow, its existing and expected liabilities to third parties, the Company's expectations regarding its future revenues and expenses, etc. These estimates may not materialize, in whole or in part, or may materialize in a manner materially different from that anticipated.

**Maximum cost of the purchase plan:**

USD 1,000,000

**Funding Source:**

The self-purchases under the Share Buyback Plan will be financed from the Company's own resources.

### Execution Details:

The purchases will be made, from time to time during the purchase period, in transactions on the stock exchange (including coordinated transactions) or outside the stock exchange, by the stock exchange member Excellence Investments Management and Securities Ltd., which will act as the Company's trustee (hereinafter: the "Stock Exchange Member"), which has no material business relationship with the Company, with whom the Company will enter into an agreement for the purpose of implementing the Share Buyback Plan, by way of a blind trust, all at the absolute discretion of the Stock Exchange Member and without the Company's intervention and subject to the provisions of this Plan. The Stock Exchange Member will act on the basis of an irrevocable power of attorney from the Company, after having read and approved that it will act in accordance with the provisions of this Plan and the Safe Harbor Protection Directive of the Israel Securities Authority.