



ISRAEL OPPORTUNITY
ENERGY RESOURCES, LP.

FROM EXPLORATION TO DEVELOPMENT & PRODUCTION

DECEMBER 2017



Disclaimer



This presentation was designated only to provide general background on Israel Opportunity Energy Resources, Limited Partnership (the “Partnership”). This presentation may contain forward-looking information as defined in the Securities Law 5728-1968, which includes, inter alia, forecasts, assessments, estimates or other information, which relates to a future event or matters whose occurrence is not certain and which is not within the control of the Partnership.

The forward-looking statements included in this presentation may not be fulfilled in whole or in part or to be fulfilled in a different matter than anticipated or may be influenced from factors which cannot be pre-assessed, and are not in the Partnerships control due to change in certain aspects such as the risk factors, the economic environment developments and external factors which influence the Partnership.

Everything stated in this presentation with respect to an analysis of the Partnership’s business is presented for convenience purposes only and is merely a summary and does not reflect all information regarding the Partnership and its activity. To obtain a full picture of the Partnership’s business and the risks facing the Partnership, review the Partnership’s reports as filed with the Israeli Securities Authority through the Magna website.

The main facts and data used for this presentation, are facts and data regarding current state of the Partnership and its business, facts and data regarding the current state of Partnership’s field and place of business and Macro-economic facts and data, as known to the Partnership on the date hereof, including statistic and public data and publications published by different authorities which content was not independently examined by the Partnership.

The Partnership undertakes no obligation to publicly update or revise the information contained in this presentation.

This presentation does not consist in any way an investment consultancy which considers the data an requirements of each individual. This presentation is not an offer to buy or sell securities of the Partnership, nor an invitation to receive such offers and it is neither a basis for the making of any investment decision, nor a recommendation nor an opinion, and is not substitute for the investor’s discretion.

Recipients of this presentation should not construe the contents of this summary as legal, tax or investment advice of any type or nature whatsoever, and they should consult their own advisors in this regard.

Unless otherwise mentioned below the information contained herein is refers to the date of its presentation: December 2017.

Partnership Overview

Symbol: ISOPL IT
ISIN: IL001199242



Our Mission: to participate in oil and gas exploration, development and production in defined geographic areas

- Founded in February 2010, listed on the Tel-Aviv Stock Exchange since July 2010.
- Managed by the General Partner: Israel Opportunity - Oil & Gas Exploration Ltd.
- Participation rights in a number of offshore and onshore assets in Israel and North America.
- Exposure to the inherent potential of Israel's deep water while spreading the risks.
- Raised ~USD 50 million Since the IPO on July 2010.
- ~USD 16 Million in cash, deposits, securities and guarantees, dedicated to its work programs (as of September 30th, 2017).
- Partnership market cap - ~USD 15.5 million (as of December 1st, 2017).



Mission & Strategy



New regulation allows the partnership to invest in oil and gas assets outside of Israel, in exploration, development and production stages.

**From exploration
to development and
production**

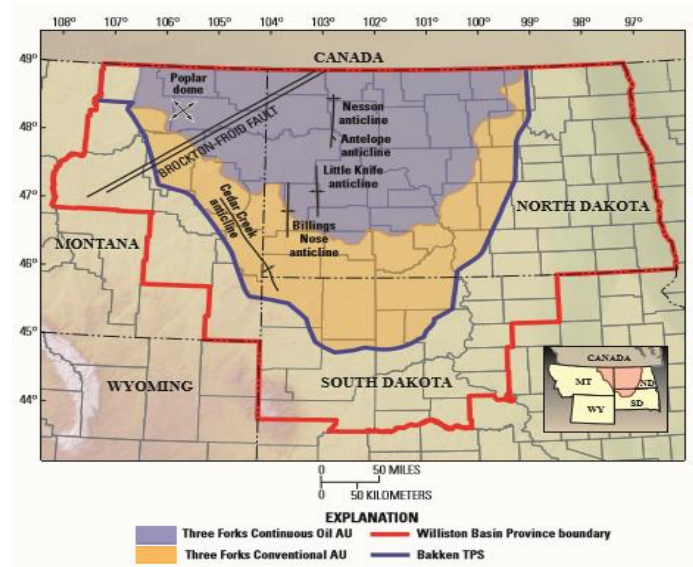
North America <----- Israel



American Operation - North Dakota Project



Williston Basin



American Operation - North Dakota Project



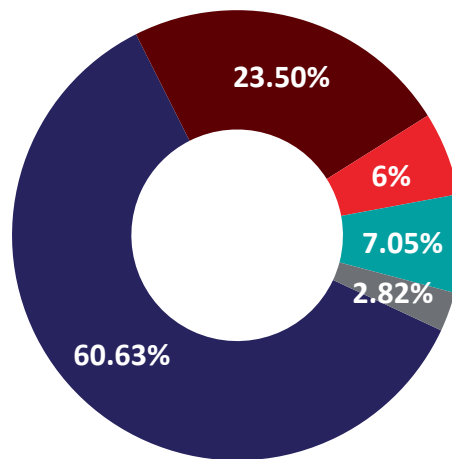
- On June 27th, 2017, the Partnership, together with Cyprus Opportunity* and an American oil company, signed a Farmout Agreement for the acquisition of rights in oil fields in North Dakota, USA.
- According to the agreement, the American oil company, Cyprus Opportunity and Israel Opportunity will acquire 75% of the current owners' rights (94% on average) for a total amount of about USD 2.4 million, and undertook to invest an additional USD 10 million in respect of the expenses of the sellers and the purchasers of the rights in the fields.
- The project area contains 10 sections, each approximately 640 acres, in a total area of approximately 6,400 acres.
- The first 2 re-completions were carried out during August 2017. The next 2 re-completions are expected by June 30th, 2018.
- The work program for development of the fields includes 10 re-entries, plus 30 new wells. Estimated completion of 40 wells until 2023.

American Operation - North Dakota Project (Cont')



- Re-entry into two existing wells, "Paradox 34-31" and "Paradox 11-30", began on August 2nd, 2017 and was completed successfully.
- On September 16th, 2017, the "Fracking" phase was successfully completed, which included the introduction of a mixture of water, sand and chemicals into the wells to optimize production from the wells until the wells were ready for production.
- The forecast for stabilization of production from the wells is several months.
- On October 11th, 2017, the production stage at "Paradox 34-31" began and on October 29th, 2017, the production stage at "Paradox 11-30" began. The production stage initials with production of oil along with the liquids which were injected during the Fracking stage.
- Since beginning of the production and up to the publication of the Q3 Financial Statements (November 27th, 2017), ~10,000 barrels of oil have been produced from the wells (for 100%)*.

Working Interest on average (as of December 1st, 2017):



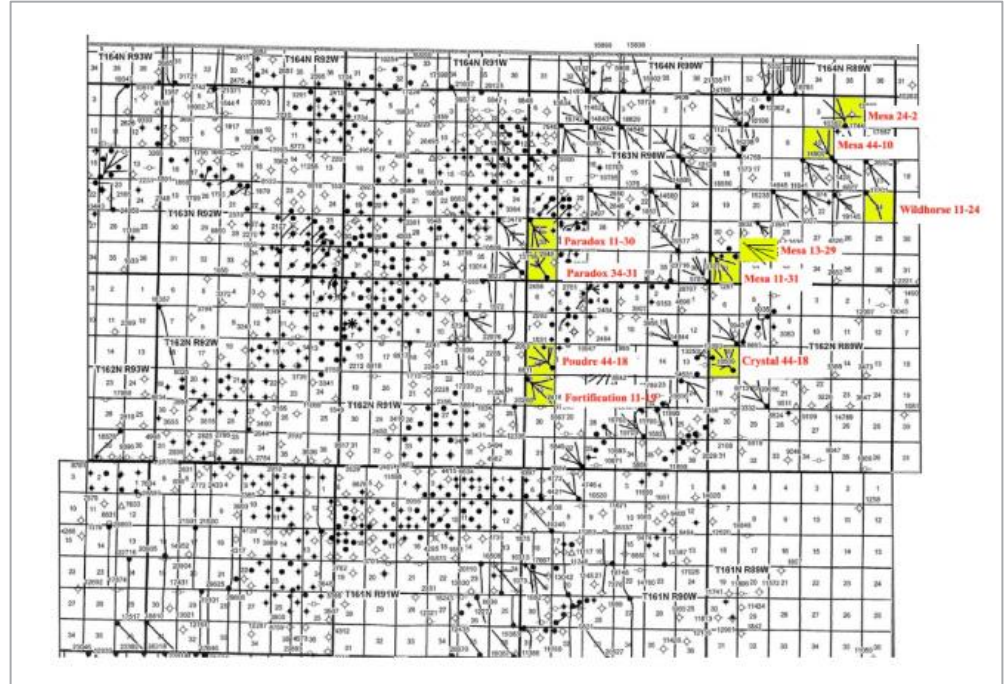
				
Israel Opportunity Energy Inc.*	Thurston Energy Investments 2, LLC	Different local shareholders	Radian Partners, LLC (current)**	Cyprus Opportunity Energy Inc.

*100% owned by a subsidiary of the Partnership **Radian Partners, LLC holds options to increase its share to a maximum of 18.8% (on average) on account of Israel Opportunity's share. All options expire by end of 2018.

Assets Map - Location of TEI2 Wells in Burke County, ND



- 10 existing Wells – recompletion.
- 30 new wells.
- All acreage is Held by Production (HBP).
- All multilateral unstimulated birdsfoot Midale/Nesson.
- Approximately 6400 acre.



CPR by NSAI* (for 100%, before Development)



Low Estimate (1C)

Gross (100%) Contingent
Resources (Oil MBBL)

6,436.9

Contingent Resources Gas
(MMCF)

12,873.8



Best Estimate (2C)

Gross (100%) Contingent
Resources (Oil MBBL)

10,671.3

Contingent Resources Gas
(MMCF)

14,905.8



High Estimate (3C)

Gross (100%) Contingent
Resources (Oil MBBL)

24,544.0

Contingent Resources Gas
(MMCF)

38,755.0

Israeli Operation*



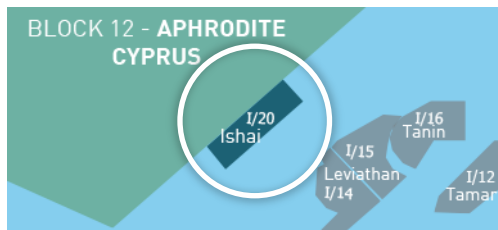
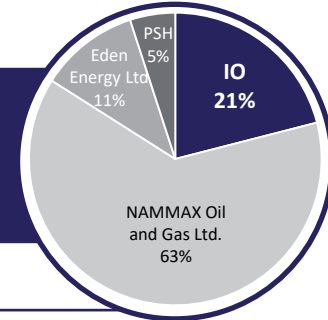
ISHAI

ROYEE

HATRURIM

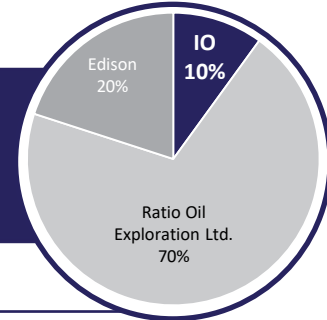
(10)
*During 2013 the partners in "Aditya", "Lela", "Yahav" and "Yoad" licenses, applied to the Petroleum Commissioner for a change of boundaries whereby 3 out of 4 licenses will be returned and "New Yoad" will be granted. This was approved by the Council and the Commissioner and it was pending the Minister of Energy's approval. In January 2016 the partners to the Licenses filled for a renewed application for "New Yoad" license according to the Commissioner's instructions, that was rejected on March 2016 by the Council and the Commissioner. The partners filled for a second hearing. In November 2017 the Commissioner notified the Partnership that the application is rejected and the license will be included in the next licensing round. The Partnership is considering its steps with this respect.

Israeli Operation – ISHAI LEASE (Pelagic)



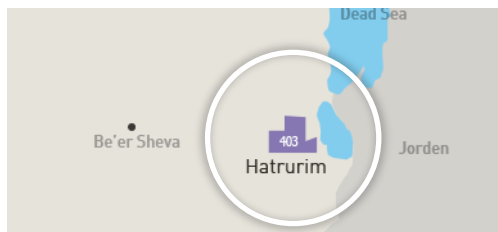
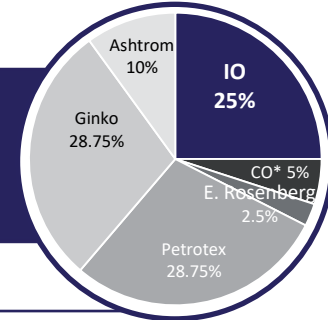
Operator	PSH - Petroleum Services Holdings AS.
Validity	November 18 th , 2045.
Location	Approximately 160 km west of Haifa between 'Leviathan' and 'Aphrodite' natural gas discoveries.
Prospects	<p>On November 19th, 2015, the "Aphrodite" gas field that is partly located within the "Ishai" License, was declared a discovery by the Petroleum Commissioner, as defined by the Petroleum Law.</p> <p>On November 28th, 2017, the Petroleum Commissioner at the Ministry of National Infrastructures, Energy and Water Resources, informed the Partnership and the other partners in "Ishai" license of the granting of I/20 "Ishai" lease.</p> <p>Estimated Reserves of 7-10 BCM (2C) in the lease, according to publications by The Ministry of Energy.</p>

Israeli Operation - ROYEE



Operator	Edison International S.p.a .
Validity	September 15 th , 2018.
Location	150 km west of Netanya near the licenses where 'Levaithan' structure was found.
Prospects	<p>Work Program was completed, including:</p> <ul style="list-style-type: none">• 3D Seismic Survey• Various Geological, Geophysical and Engineering works• Environmental Impact Assessment and Site Risks• Engineering plan for the first Exploration Well <p>CPR by NSAI for Royee prospect, within the Royee license from May 2017 estimates ~3.4 Tcf of natural gas (best estimate), with a forecasted 36% geological chance of success*.</p>
Major Milestones	<p>Submission of a signed contract with a drilling contractor by March 15th, 2018</p> <p>Spud date by September 15th, 2018.</p>

Israeli Operation - HATRURIM



Operator Ginko Oil Exploration Ltd.

Validity October 26th, 2018.

Location The Judean Desert, near the Dead Sea.

Prospects

The last ever onshore drilling operation by the Delek Group before discovering large quantities of offshore gas. To the best of the partnership's knowledge, Delek decided not to proceed with the oil production due to low oil prices that time, which made it not economically viable.

To date, the partners' intension is to re-enter the "Chalamish" drilling. The planned drilling program is based on the seismic survey results received from past drillings, and will be carried out using advanced technologies

The project geologist and partner is Eli Rosenberg (PhD), the founder of Avner (Delek).

A resources report by Dunmore Consulting from May 2016, estimates about 7 million barrels of oil (Best Estimate) and up to 11 million barrels (High Estimate)**.

Major Milestones

Spud date by May 1st, 2018.

Israel License Map



ISRAEL OPPORTUNITY
ENERGY RESOURCES, LP.

- Israel Opportunity-Lease
- Israel Opportunity-License
- Discoveries in Israel
- Discoveries in Cyprus

BLOCK 12 - APHRODITE
CYPRUS

Mediterranean Sea

Dead Sea

Be'er Sheva

Hatririm

Jerusalem

Tel Aviv

Hadera

Haifa

Akko

Lebanon

Syria

Sea of Galilee

Jordan

1/20 Ishai

1/15 Leviathan

1/16 Tannin

1/12 Karish

1/14

1/12 Tamar

367

399 Royee

395

1/13

1/18

1/07

1/10

Ashdod

404

405

Ashqelon

1/19

397

406

401

405

43

Assets Portfolio Summery - Israel (for 100%)



Contingent Assets

- **21%** of 'Ishai' Lease - 7-10 BCM (2C), according to publications by The Ministry of Energy*
- **25%** of 'Hatrurim' License - 6.9 MMBBL (2C), according to a resources report by Dunmore Consulting**



Prospective Assets

- **10%** of 'Royee' License - 3.4 TCF (2P), according to CPR by NSAI***





From
Exploration
to
Development
and
Production



- ✓ Identification of lucrative global opportunities
- ✓ Continuous search for new focus areas
- ✓ Successful preservation and management of local assets
- ✓ Expansion of expertise and capabilities
- ✓ Long term financial stability



ISRAEL OPPORTUNITY
ENERGY RESOURCES, LP.

THANK YOU

www.oilandgas.co.il