

AMIAD FILTRATION SYSTEMS LTD.

REGISTERED IN ISRAEL UNDER COMPANY NO: 51-249769-4

NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that the annual general meeting of Amiad Filtration Systems Ltd. (the "Company") will be held at the offices of Speechly Bircham LLP, 6 New Street Square, London EC4A 3LX, England on Wednesday, 28 July 2010 commencing at 11.00 am for the following purposes:

- 1 To receive the accounts of the Company for the year ended 31 December 2009 and the reports of the directors and auditors in relation thereto.
- 2 To re-appoint Kesselman & Kesselman, a member firm of PricewaterhouseCoopers International Limited, as auditors of the Company and to authorise the directors of the Company to fix their remuneration.
- 3 To re-elect Mr Tal Yeshua as a director of the Company.
- 4 To re-elect Mr Dan Falk as a director of the Company.
- 5 To re-elect Mr Zeev Holender as a director of the Company.
- 6 To re-elect Mr Harel Beit-On as a director of the Company.
- 7 To re-elect Mr Izhar Ben-Shlomo as a director of the Company.
- 8 To re-elect Ms Osnat Ronen as a director of the Company.
- 9 To re-elect Mr Arie Dayan as a director of the Company.
- 10 To appoint Mr Amos Shalev as a director of the Company.
- 11 To approve the terms of appointment and remuneration of Mr Amos Shalev as a director of the Company, as set out in his draft letter of appointment to be entered into by the Company and Mr Amos Shalev.
- 12 To approve the entering into of an indemnification agreement between the Company and Mr Amos Shalev.
- 13 To approve an increase in the monthly gross remuneration of the Chairman of the Board, Mr Tal Yeshua, from NIS 27,300 to NIS 45,000 with effect retrospectively from 1 January 2010.
- 14 To approve a bonus of NIS 250,000 for Mr Tal Yeshua in respect of the year 2009.
- 15 To authorise the Company to extend its directors' and officers' liability insurance policy for an additional 12 month period ending on 31 July, 2011, in the current level of expenses.

By Order of the Board

Tal Yeshua

Chairman

Dated: 17 June 2010

Registered office: DN Galil Elyon 1, 12335, Israel

Notes:

1. A member who is entitled to attend and vote at the meeting may appoint one or more proxies to attend and vote on his or her behalf, provided that only one proxy may be appointed by a member in respect of a particular share held by him/her. A proxy need not be a member of the Company.
2. To be effective, a completed and signed proxy (and any power of attorney or other authority under which it is signed) must be delivered to the Company's transfer agent, Capita Registrars Limited, PXS, 34 Beckenham Road, Beckenham, Kent BR3 4TU, England, not less than 24 hours before the time fixed for the meeting or any adjourned meeting. Completion and return of a proxy will not preclude a shareholder from attending and voting at the meeting in person.
3. The Company specifies that only those members entered on the Company's register of members by no later than 11.00am on Friday, 23 July 2010 shall be entitled to receive notice of and to attend and/or vote at the meeting or, if the meeting is adjourned, such other date being not less than 96 hours prior to such adjourned meeting as the board may determine in accordance with the Company's articles of association.
4. In the case of joint holders of shares in the Company, the vote of the senior holder shall be accepted to the exclusion of the votes of the other joint holder(s). For this purpose, seniority will be determined by the order in which the names appear in the Company's register of members (or the Company's Registrars' records).
5. In the case of holders of depositary interests representing ordinary shares in the Company, a form of direction must be completed in order to appoint Capita IRG Trustees Limited, the Company's depositary, to vote on the holder's behalf at the meeting or, if the meeting is adjourned, at the adjourned meeting. To be effective, a completed and signed form of direction (and any power of attorney or other authority under which it is signed) must be delivered to the Company's transfer agent, Capita Registrars Limited, PXS, 34 Beckenham Road, Beckenham, Kent BR3 4TU, England, by no later than 72 hours before the time fixed for the meeting or any adjourned meeting.