

**ATTACHMENT FOR ISRAEL  
(Brokers and Broker-dealers)**

1. QI is subject to the following laws and regulations of Israel governing the requirements of QI to obtain documentation confirming the identity of QI's account holders.

- (i) Prohibition on Money Laundering Law, 5760-2000;
- (ii) The Tel-Aviv Stock Exchange (the "TASE") Articles; Chapters F, G and H;
- (iii) Temporary Regulations of the TASE, dated December 28th, 2000.

2. QI represents that the laws identified above are enforced by the following enforcement bodies and QI shall provide the IRS with an English translation of any reports or other documentation issued by these enforcement bodies that are relevant to QI's functions as a qualified intermediary.

- (i) Item 1(i) – the Ministry of Finance.
- (ii) Item 1(ii) and (iii) – the TASE.

3. QI represents that the following penalties apply to failure to obtain, maintain, and evaluate documentation obtained under the laws and regulations identified in item 1 above.

- (i) Item 1(i) – except in the case of one's first breach in the first year after enactment, a fine of up to NIS 1.5 million.
- (ii) Item 1(ii) and (iii) – the TASE has determined disciplinary rules and sanctions with respect to a "disciplinary offence", which is identified as any violation of the provisions of the TASE regulations, instructions, any resolution of the board of directors of the TASE or any inappropriate behaviour. In the event that a disciplinary offence is committed by a member of the TASE, the directors, general manager and parent company of such member shall also bear the responsibility for the offence, unless they used reasonable precautions to prevent it. A disciplinary offence may entail imposition of sanctions by the TASE, which may include one or several of the following: a warning, a reprimand, a monetary fine, prohibition or limitation of the powers of a member's employees or senior management in providing brokerage services for a limited or unlimited period, prohibition of a member from dealing with certain transactions or securities for a period of up to 6 months, suspension of membership, and the cancellation of a membership.

4. QI shall use the following specific documentary evidence (and also any specific documentation added by an amendment to this item 4 as agreed to by the IRS) to comply with Section 5 of this Agreement, provided that the following specific documentary evidence satisfies the requirements of the laws and regulations identified in item 1 above. In the case of a foreign person, QI may, instead, use a Form W-8 in

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accordance with Section 5 of this Agreement. Either QI, or the Association of Broker-Dealer Members of the Tel-Aviv Stock Exchange that are not banks, in Israel, may request an amendment of this item 4.

- (i) For natural persons:
  - (a) Israeli identity card, in the case of a resident of Israel; or
  - (b) Passport or “laissez passer,” in the case of a nonresident of Israel.
  
- (ii) For legal persons:
  - (a) Copy of certificate of incorporation,
  - (b) Copy of extracts from the Israeli Companies Register or official company register in another country, or
  - (c) Copy of articles of incorporation or association, or other organizational document.

5. QI shall follow the procedures set forth below (and also any procedures added by an amendment to this item 5 as agreed to by the IRS) to confirm the identity of account holders that do not open accounts in person or who provide new documentation for existing accounts other than in person. In the case of a foreign person, QI may, instead, use a Form W-8 in accordance with Section 5 of this Agreement. Either QI, or the Association of Broker-Dealer Members of the Tel-Aviv Stock Exchange that are not banks, in Israel, may request an amendment to this item 5.

- (i) QI shall not open an account by any means other than by establishing in person the identity of a customer through the account holder’s own identity documents, except as permitted in (ii), (iii) and (iv) below.
  
- (ii) QI may obtain by mail or otherwise a copy that is an exact reproduction of the specific documentary evidence listed in item 4 above from another person that is subject to know-your-customer rules that have been approved by the IRS for purposes of qualified intermediary agreements, provided that the laws and regulations listed in item 1 permit QI to rely on the other person to identify the account holder.
  
- (iii) QI may obtain a photocopy of the specific documentary evidence listed in item 4 by mail or otherwise remotely from the account holder or a person acting on behalf of the account holder, provided that the photocopy has been certified as a true and correct copy by a person whose authority to make such certification appears on the photocopy, and provided that the laws and regulations listed in item 1 permit QI to rely on the certified photocopy to identify the account holder.

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- (iv) (a) QI may obtain by mail or otherwise a copy that is an exact reproduction of the specific documentary evidence listed in item 4 from an affiliate of QI, provided that the affiliate has established in person the identity of the account holder and the laws and regulations listed in item 1 permit QI to rely on documentation provided by that affiliate to identify the account holder.
- (b) For accounts opened prior to January 1st, 2001, if QI was not required under its know-your-customer rules to maintain originals or copies of documentation, QI may rely on its account information if it has complied with all other aspects of its know-your-customer rules regarding establishment of an account holder's identity, it has a record that the documentation required under the know-your-customer rules was actually examined by an employee of QI, or an employee of an affiliate of QI, in accordance with the know-your-customer rules, and it has no information in its possession that would require QI to treat the documentation as invalid under the rules of section 5.10(B) of this Agreement.