THE TRENDLINES GROUP LTD.
(Incorporated in Israel)
(Company Registration No. 513970947)

Signing of a Non-Binding Letter of Intent by a Portfolio Company of The Trendlines Group Ltd. For the Sale of All of the Shares of Such Portfolio Company

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The board of directors (the "**Board**") of The Trendlines Group Ltd. (the "**Company**" or "**The Trendlines Group**" and, together with its subsidiaries and associated companies, the "**Group**") wishes to announce that a portfolio company of the Company is in negotiations with a public corporation ("**the PC**") toward a definitive agreement for the sale of all of the shares of such portfolio company ("**Transaction**") following the signing of a Non-Binding Letter of Intent ("**LOI**") with the PC by the portfolio company.

Shareholders and potential investors should note that there is no assurance that a definitive agreement will be entered into following the signing of the LOI or that the sale of the Company's holdings in the portfolio company will be completed even after a definitive agreement has been entered into.

In the event that the definitive agreement is signed and the sale of the portfolio company's shares is completed, the Transaction is expected to have a material positive impact on the net tangible assets per share and earnings per share of the Group for the financial years ended/ending December 31st, 2019 and/or December 31st 2020.

The PC has demanded confidentiality with respect to the negotiations until the signing of a definitive agreement and therefore, in order not to prejudice the ability of the portfolio company to finalize such a definitive agreement, the Company will announce further information regarding the aforesaid Transaction only upon the signing of the definitive agreement. The Company will also make further announcement(s) in the event that a definitive agreement is not entered into by the expiry date of the LOI or if the LOI is terminated.

Interest of Directors and Substantial Shareholders

The Company's non-executive Director, Zeev Bronfeld, is a minority shareholder of the portfolio company. Save for the above, none of the Company's Directors, substantial shareholders and/or any of their respective associates has any interest, direct or indirect (other than through their shareholdings in the Company), in the above Transaction.

Cautionary Statement

Shareholders and potential investors are advised to read this announcement and any further announcements by the Company carefully and to exercise caution when dealing in the shares of the Company. Persons who are in doubt as to the action they should take should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers.

BY ORDER OF THE BOARD
THE TRENDLINES GROUP LTD.

Haim Brosh,
Joint Company Secretary

13 January 2020

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "Sponsor") in accordance with Rules 226(2)(b) and 753(2) of the SGX-ST Listing Manual Section B: Rules of Catalist.

This announcement has not been examined or approved by the SGX-ST. The SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Ms. Jennifer Tan, Associate Director, Continuing Sponsorship (Mailing Address: 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318 and E-mail: sponsorship@ppcf.com.sg).