

PILAT TECHNOLOGIES INTERNATIONAL LTD

EXERCISE OF OPTIONS

Pilat Technologies International Ltd (“the Company”) announces that following the exercise of options by two employees of the Company, the Company has issued and allotted 90,000 new ordinary shares of NIS 0.01 each. The options were exercised at a price of NIS 0.64 (approximately 8p). Application has been made for the admission of the new shares to AIM which is expected to take place on 19 December 2006.

Pilat Technologies International Ltd
Chaim Helfgott, Corporate secretary

00 972 52 331 9174

Hanson Westhouse LLP
Tim Feather/Matthew Johnson

0113 246 2610