

Ad-Hoc Release

Metis Capital Ltd: Negotiations with Azrieli on selling holdings in Japan Auto

Tel Aviv/ Israel; August 11, 2008 – Further to a newspaper publication in Israel, **Metis Capital Ltd.** (Prime Standard: EIC; TASE: MTSC) announces that its controlling shareholders let the company know that they did not conduct negotiations with David Azrieli and/or companies under his control (the “Azrieli Group”) for selling the control of Metis to the above-named entities.

Metis is currently conducting initial contacts with the Azrieli Group with a view to looking into the possibility of selling its holdings in Japan Auto Holdings Ltd. (50%), as well as in other companies thus held. No understandings or agreements have been reached between the parties as yet, and there is no certainty that those contacts will ever ripen into a deal.

For further information, please contact:

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