

THIS DOCUMENT IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION.

If you are in any doubt as to the action you should take, you should immediately consult your stockbroker, bank manager, solicitor, accountant or other independent financial adviser authorised under the Financial Services and Markets Act 2000.

If you have sold or otherwise transferred all your shares in Amiad Filtration Systems Ltd., please send this document and the accompanying documents to the purchaser or transferee or to the stockbroker, bank or other agent through whom the sale or transfer was effected for transmission to the purchaser or transferee.

Amiad Filtration Systems Ltd.

(Registered in Israel under company number 51-249769-4)

AMIAD FILTRATION SYSTEMS LTD.
(incorporated and registered in Israel under company no 51-249769-4)

Registered Office:
DN Galil Elyon 1
12335
Israel

3 July 2008

To Shareholders/Depository Interest Holders (with a copy, for information only, to the holders of options over shares in the Company)

Dear Shareholder/Depository Interest Holder

Annual General Meeting: Tuesday, 29 July 2008

I refer to my letter to you dated 19 June 2008 inviting you to attend the annual general meeting (the "AGM") of Amiad Filtration Systems Ltd. (the "Company") to be held at 11am on Tuesday, 29 July 2008 at St Magnus House, 3 Lower Thames Street, London EC3R, England and the notice of the AGM enclosed with it (the "Notice").

I wish to point out that each of the Notice and the form of proxy (or, if you are a depository interest holder, the form of direction) enclosed with my letter of 19 June 2008 incorrectly referred in Resolution 14 to the special retirement bonus of US\$25,000 to Mr Abraham Heifetz being payable on 1 September 2009, instead of 1 September 2008 as mentioned in my letter.

Although the Notice remains valid, in order to avoid any confusion, I am enclosing an amended form of proxy (or, if you are a depository interest holder, an amended form of direction) for use at the AGM.

If you are a member of the Company, whether or not you intend to be present at the meeting, you are requested to complete and return the form of proxy (in accordance with the instructions set out in that document) to the Company's transfer agent, Capita Registrars, The Registry, 34 Beckenham Road, Beckenham, Kent BR3 4TU, England, as soon as possible and in any event so as to be received by the Company's transfer agent not less than 24 hours before the time fixed for the AGM or any adjourned meeting. Completion and return of a form of proxy will not prevent you from attending the meeting and voting in person, if you so wish.

If you are a holder of depository interests representing ordinary shares in the Company, please complete and return the form of direction (in accordance with the instructions set out in that document) to the Company's transfer agent, Capita Registrars, The Registry, 34 Beckenham Road, Beckenham, Kent BR3 4TU, England, as soon as possible and in any event so as to be received by the Company's transfer agent by no later than 72 hours before the time fixed for the AGM or any adjourned meeting.

Yours faithfully

Tal Yeshua
Chairman