



Israel Vehicle Importers Association – Monthly Review June 2022

The Israeli economy is an advanced economy that belongs to the OECD organization. The GDP per capita is \$49,543 and the growth rate in 2021 is estimated by 8.1%.

Israel is recovering from the Corona crisis that has affected the Israeli economy significantly since 2020. The deficit in July 2021 – June 2022 is negative -0.4% from the GDP, this is historically lowest deficit since 1987.

The debt-to-GDP ratio is 64.5% The unemployment rate is 3.7% but the unofficial unemployment rate is about 5.1%. The political unease and the coming election will make it difficult to pass a new budget to 2023.

Along with economic stabilization and quick growth, there has been an increase in the inflation rate is 4.4%. the Chief Economist in the Ministry of Finance predicts a similar increase next year as well.

From a monetary point of view, the Bank of Israel is dealing with the rise of the inflation. In June, the interest rate rose to 1.25% due to the rise of inflation and it is expected to rise again.



Statistical Profile: Israel June 2022

Society

Population (June 2022): 9,529 million

Economy

GDP per capita: \$49,543

Inflation (June 2022) (Annual Growth Rate): 4.4%

Current Account Balance (Q1 2022): 3.67% of GDP

Trade in Goods and Services (June 2022): \$14.9 billion

Finance

US Dollar Exchange rate (June 2022): NIS 3.41

Euro Exchange rate (June 2022): NIS 3.6

Long-term interest rates (June 2022): 2.6% Per Annum

Short-term interest rates (June 2022): 0.36% Per Annum

Government

Debt to GDP ratio: 64.5%

Deficit to GDP (July 2021-June 2022): -0.4%

Motorization

Level of Motorization (2021): 406 Vehicles/1,000 Residence



Innovation and Technology

Gross Domestic Spending on R&D (2020): 5.43% of GDP

Environment

CO2 Emissions (2018): 6.98 Tonnes Per Capita

Jobs

Employment Rate (Q1 2022): 69.05% of Working Age Population

Official Unemployment Rate (May 2022): 3.74% of Labour Force

Unofficial Unemployment Rate (including non-paid absence due Covid-19): 5.1%

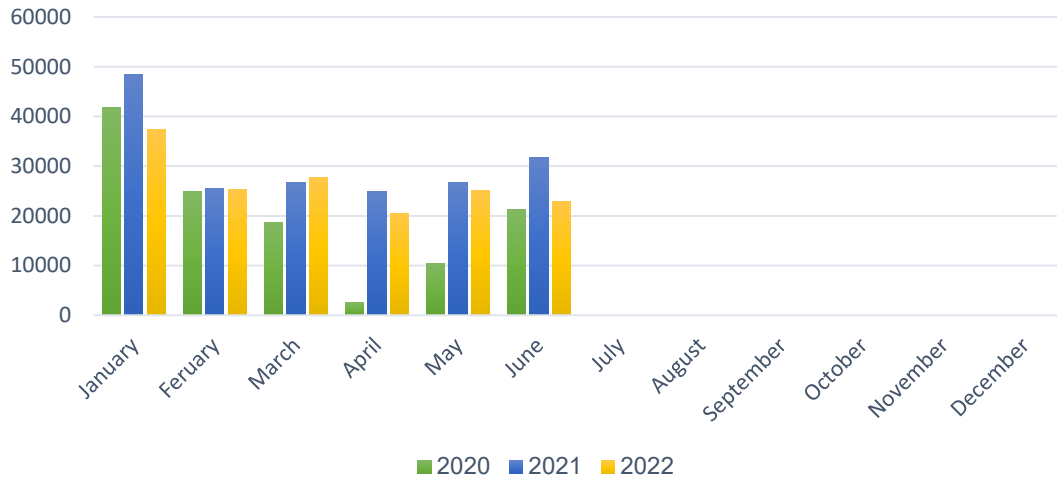
New Cars and CV Registrations

Israel New Passenger Car Registration – Jan-June 2022

Passenger car registration: a decrease of 27.9% compared with June 2021; Since January 2022, a decrease of 14.0% compared with Jan-June 2021.

In June 2022, the Israeli passenger car market registered 22,873 new cars. This figure represents a decrease of 27.9% compared with June 2021. Since January 2022, 158,845 new cars were registered – a decrease of 14.0% compared with the first half of 2021.

New Passenger Cars Registration in Israel - 1-6/2022



New Passenger Cars Registration in Israel - Jan-June 2022 According to Top 20 Brands

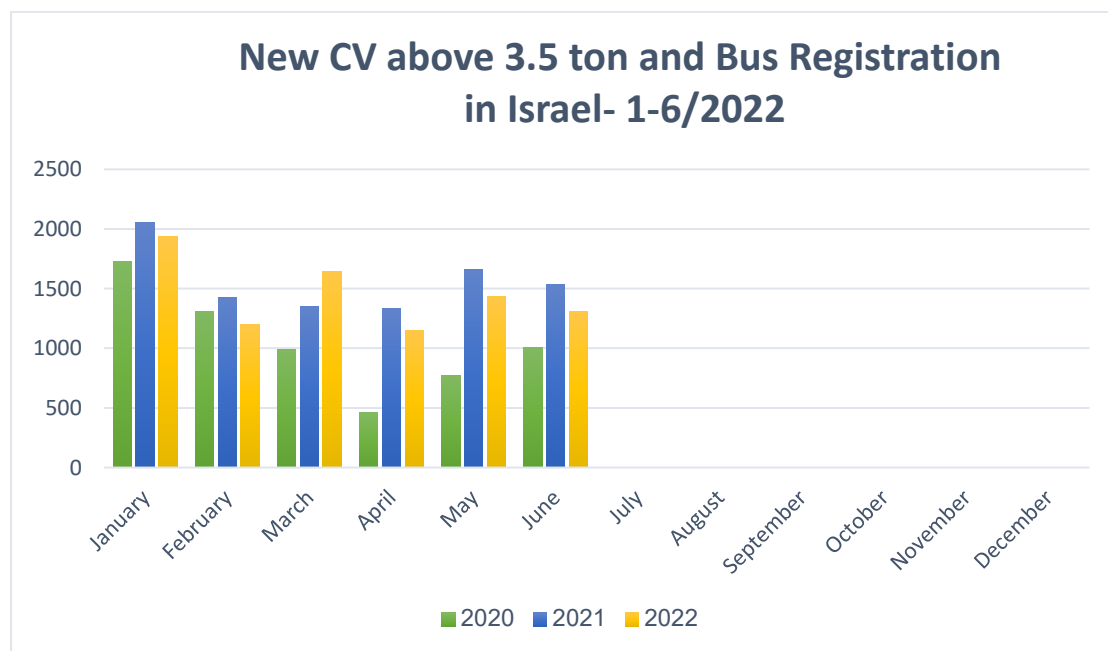
No.	Brand	June					Jan-June				
		Share%		Units		Change%	Share%		Units		Change%
		2022	2021	2022	2021		22/21	2022	2021	2022	
1	Hyundai	20.8	16.3	4752	5172	-8.1	19.7	15.9	31279	29191	7.2
2	Toyota	12.8	13.4	2918	4251	-31.4	15.0	13.2	23812	24314	-2.1
3	Kia	10.2	12.9	2325	4096	-43.2	13.6	11.7	21530	21491	-0.2
4	Mazda	7.5	4.0	1710	1270	34.6	6.6	5.1	10561	9409	12.2
5	Mitsubishi	4.2	1.9	953	588	62.1	4.8	4.6	7653	8473	-9.7
6	Skoda	4.8	5.9	1103	1884	-41.5	4.6	8.1	7234	14809	-51.2
7	Citroen	4.8	2.1	1090	664	64.2	3.2	2.2	5096	4130	23.4
8	Peugeot	2.3	2.4	526	749	-29.8	2.8	2.9	4376	5386	-18.8
9	Suzuki	2.0	3.7	465	1185	-60.8	2.7	3.1	4230	5744	-26.4
10	Mercedes	2.0	1.0	464	320	45.0	2.1	1.4	3274	2644	23.8
11	MG	2.4	1.8	547	565	-3.2	2.0	1.0	3177	1774	79.1
12	Seat	3.3	5.4	763	1698	-55.0	2.0	4.5	3154	8328	-62.1
13	Chevrolet	1.5	2.9	335	912	-63.3	1.8	3.5	2886	6363	-54.6
14	Nissan	0.9	4.7	201	1480	-86.4	1.6	3.9	2560	7145	-64.2
15	BMW	1.6	1.0	365	312	17.0	1.6	1.3	2528	2436	3.8
16	Subaru	1.8	1.8	413	581	-28.9	1.4	2.1	2298	3792	-39.4
17	Geely	2.0	0.0	451	0	Entered 2022	1.3	0.0	2130	0	Entered 2022
18	VW	1.3	1.8	306	572	-46.5	1.3	1.4	2041	2512	-18.8
19	Tesla	2.5	5.9	568	1876	-69.7	1.3	1.6	2023	2912	-30.5
20	Audi	1.2	1.3	265	399	-33.6	1.3	1.6	2010	2890	-30.4



New CV above 3.5 ton and Bus Registration in Israel - Jan-June 2022

Commercial Vehicles above 3.5 ton registration: -14.6% compared with June 2021. Since the beginning of the year, a decrease of 7.4% in registrations.

In June 2022, the Israeli market for CV above 3.5 ton registered a decrease of 14.6% with 1,312 new registrations, compared with 1,536 units in June 2021. Since January, 8,668 units were registered – a decrease of 7.4% compared with Jan-June 2021.



New CV above 3.5 ton Registration in Israel Jan-June 2022 - According to Brands

No	Brand	June					Jan-June				
		Share%		Units		Change%	Share%		Units		Change%
		2022	2021	2022	2021		2022	2021	2022	2021	
1	Mercedes	18.9	14.8	205	183	12.0	14.2	13.8	1005	1063	-5.5
2	Volvo	15.1	6.9	163	85	91.8	13.9	9.5	982	735	33.6
3	Isuzu	7.1	7.9	77	98	-21.4	7.9	6.4	560	494	13.4
4	Chevrolet	15.9	13.3	172	165	4.2	7.6	12.1	537	935	-42.6
5	DAF	8.3	8.1	90	100	-10.0	7.5	8.5	531	657	-19.2
6	MAN	4.2	6.5	45	81	-44.4	7.5	6.0	529	462	14.5
7	VW	2.2	5.3	24	66	-63.6	6.0	4.7	424	366	15.8
8	Scania	4.1	9.8	44	121	-63.6	5.8	8.2	412	634	-35.0
9	FIAT	5.3	2.4	57	30	90.0	5.8	5.5	407	424	-4.0
10	Renault	4.0	4.5	43	56	-23.2	5.7	5.9	402	456	-11.8
11	Ford	1.3	4.0	14	50	-72.0	4.8	4.7	338	361	-6.4
12	Iveco	6.8	1.8	74	22	236.4	4.2	3.0	298	228	30.7
13	Peugeot	4.7	1.4	51	17	200.0	4.1	3.3	288	251	14.7
14	HINO	1.7	1.8	18	22	-18.2	2.6	1.2	181	92	96.7
15	Dodge-Ra	0.2	10.4	2	129	-98.4	1.9	6.6	137	509	-73.1
16	Maxus	0.1	0.1	1	1	0.0	0.2	0.0	16	1	1500.0
17	Fuso	0.0	0.2	0	3	-100.0	0.2	0.3	12	25	52.0
18	JAC	0.2	1.0	2	12	-83.3	0.1	0.3	7	20	-65
19	Liebherr	0.0	0.0	0	0	Entered 22	0.0	0.0	3	0	Entered 22
20	Tatra	0.0	0.0	0	0	Entered 22	0.0	0.0	1	0	Entered 22

New Bus Registration in Israel Jan-June 2022 - According to Brands

No.	Brand	June					Jan-June				
		Share%		Units		Change%	Share%		Units		Change%
		2022	2021	2022	2021		2022	2021	2022	2021	
1	Mercedes	57.4	41.2	132	122	8.2	37.7	42.2	602	695	-13.4
2	Golden Dragon	15.7	3.4	36	10	260.0	13.3	3.2	213	52	309.6
3	Volvo	14.8	13.5	34	40	-15.0	10.7	19.1	171	315	-45.7
4	Wisdom	0.0	0.0	0	0	Entered 2022	9.4	0	151	0	Entered 2022
5	Higer	1.7	0.0	4	0	100.0	7.3	2.7	116	44	163.6
6	Scania	0.4	8.4	1	25	-96.0	5.5	3.9	88	64	37.5
7	VW	4.3	9.8	10	29	-65.5	4.6	3.3	73	54	35.2
8	MAN	3.5	8.4	8	25	-68.0	3.4	9.7	55	159	-65.4
9	Otokar	2.2	10.1	5	30	-83.3	2.6	1.8	42	30	40.0
10	Yutong	0.0	1.0	0	3	-100.0	2.1	1.5	34	24	41.7
11	Renault	0.0	0.3	0	1	-100	1.3	0.4	20	7	185.7
12	IRIZAR	0.0	1.0	0	3	-100.0	1.0	0.7	16	12	33.3
13	Solaris	0.0	2.4	0	7	-100.0	0.4	7.4	6	121	-95.0
14	Ankai	0.0	0.0	0	0	Entered 2022	0.3	0.0	5	0	Entered 2022
15	Isuzu	0.0	1.0	0	3	-100.0	0.1	0.6	2	10	-80.0
16	Zhong Tong	0.0	0.0	0	0	0.0	0.1	0.1	2	1	100.0
17	Temsa	0.0	1.4	0	4	-100	0.1	1.6	2	26	-92.3



Monthly review – Israel's Auto and Auto-Tech industry

Colmobil, ICL and EMS to Collaborate in Building a Factory for Lithium Battery Recycling

Colmobil, the largest auto importer in Israel, ICL industrial products, and EMS Logistics signed a memorandum of understanding for collaborating in building the first factory in Israel for Lithium batteries recycling. The factory will provide a full solution – from collection of used batteries to the actual recycling.

City Transformer Raises 10M\$ in Series A Round

City Transformer, the e-mobility start-up and developer of the electric micro-car CT-1, raised 10M\$ in a series A round led by the Lubinsky group. The investment will help City Transformer ramp up its market release plans for the CT-1, with serial production expected to start in 2024. The company recently won the German Design Council innovation prize for 2022.

EV Motors and GenCell to Begin a Pilot for Installing Hybrid Off-grid Charging Stations in London

EV Motors, importer of JAC electric cars and ANKAI electric buses to Israel, and GenCell, provider of Hydrogen and Ammonia fuel-cell power solutions, will start a pilot for installation of Hybrid Off-grid charging stations for EVs in London. The two companies met with Lord Ian Austin, Representative of the Chamber Trade relations UK-Israel in Netanya and agreed to advance the pilot in collaboration with TFL (Transport for London).

Cars with Internal Combustion Engine Sales Plunge – EV and PHEV Sales Surge

According to the ministry of transportation and Calcalist newspaper, sales of gasoline and diesel cars in Israel plunged by almost 30% in the first half of 2022, while at the same time, sales of EVs and



PHEVs rose. Since January 2022, around 160,000 new cars were sold in Israel – a decrease of 14% compared with H12021. Delivery of Gasoline powered cars dropped 28% and Diesel cars by 29%. At the same time, delivery of EVs increased by 84% and PHEV sales increased by 17%.

Center for Monitoring Transportation Cyber Threats Inaugurated

A center for monitoring transportation cyber threats was inaugurated in adjacent to the airport authority cyber center. The center, that will identify cyber threats and aid in protection against them, is linked to the existing cyber centers of the Israeli railroad and transportation companies. According to the ministry of transportation, over the past 6 months, 32,000 threats against Israeli vehicles were identified, less than half of them required intervention. 30 million NIS were invested in forming the new cyber center.

AI Chipmaker Hailo Collaborates with Renesas to enable seamlessly scaling from ADAS to Automated Driving

Hailo, the Israeli Artificial Intelligence (AI) chipmaker, announced a collaboration with Renesas, a premier supplier of advanced semiconductor solutions, to deliver a powerful and energy-efficient processing solution enabling advanced driver-assistance (ADAS) functions and automated driving (AD) systems in motor vehicles. The joint Hailo-Renesas solution will make sophisticated ADAS technology more accessible in cars of all types. The combination of Hailo-8 processors, designed for heavy Neural Network (NN) acceleration, with the powerful Renesas R-Car V3H & R-Car V4H systems-on-chip (SoCs), powers robust, scalable, efficient, and cost-effective ADAS solutions for zonal and centralized vehicular ECUs.



Dr. Hanan Golan

Hezi Shayb - PhD
CEO – I-Via

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A handwritten signature in black ink, appearing to be "Hezi Shayb", on a light-colored background.

The economic chapter of the review was edited by Mr. Nadav Caspi,
the I-via's Chief Economist.