

The Depository Trust Company

IMPORTANT

B#: 2595-07

DATE: December 3, 2007

TO: All Participants

CATEGORY: Dividends

FROM: Specialist, Stock Dividend Department

ATTENTION: Dividend Managers, Cashiers, and Reorganization Managers

SUBJECT: Rights: Medis Technologies, Ltd.
Common CUSIP: 58500P107 Contra-CUSIP: 58500P974
R/D: 11/12/07 Expires: 12/17/07 5:00 New York City time
Rate: One Right for every ten common shares held

*****WARNING TIME CRITICAL*****

Medis Technologies, Ltd. is issuing non-transferable rights ("Rights") to stockholders of its common shares as of the close of business on the record date of November 12, 2007 (the "Record Date"). Each shareholder is entitled one Right for every ten common shares held. Fractional Rights entitlements are being rounded down to the nearest whole number of Rights.

DTC credited Rights to participants' accounts on November 26, 2007.

THE DIVIDEND POSITION AND ALLOCATION HISTORY (DPAL) MENU OPTION OF THE PTS DIVIDEND ANNOUNCEMENTS INQUIRY FUNCTION (DIVA) SHOULD BE USED TO CONFIRM YOUR POSITION HISTORY AND PAYMENT INFORMATION.

IT IS IMPORTANT THAT PARTICIPANTS REFER TO THE DTC REORGANIZATION INQUIRY FOR PARTICIPANTS (RIPS), FUNCTION CODE 59, WHICH WILL BE AVAILABLE SHORTLY FOR INFORMATION REGARDING THE SUBSCRIPTION PRIVILEGE AND ANY EXTENSIONS TO THE EXPIRATION DATE.

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If participants have any questions regarding this Important Notice, they may contact DTC's Customer Help Line at (888) 360-3822.

If participants have any questions regarding the Rights Offering, they may contact American Stock Transfer & Trust Company at (877) 248-6417.