

Veolia's activities in Israel and the Occupied Palestinian territories

January 2012

Veolia Environment Israel – The Israeli Veolia group

Veolia Environment Israel is comprised of the Israeli units of the company: **Veolia Environmental Services (VES) Israel (25%)**; **Veolia transportation Israel (25%)**; **Dalkia Israel (25%)**; **Veolia Water Services (VW) Israel (25%)**.

The company website indicates that the Israeli group is in complete control of the France based Veolia Environment group and the directories of the Israeli group include senior directors of the French company.

On December 9, 2011 it was published in TheMarker that Veolia announced it would stop its activities in the transportation and contracting projects in Israel.

Veolia Environmental Services (VES) Israel

Veolia environmental services (VES) Israel is owned by the French **Veolia Proprete (99%)** and **E Europeenne compagni (1%)**.

S.A.R.P waste industries Israel, a subsidiary of **VES Israel**, operate Veolia **Ecosol** incinerating facility for toxic and industrial organic waste in Ramat Hovav.

S.A.R.P Onyx Israel, a full subsidiary **VES Israel**, provides sewage treatment for local authorities and maintains water corporations all over Israel. VES's website indicates that the company provides services to the Israeli ministry of Defense.

Lipodan, a subsidiary of **S.A.R.P Israel**, operates a sewage treatment factory in Rishon Letzion for Veolia. VES's website indicates that Lipodan provides services to the Israeli Ministry of Defense and the Security forces.

Tovlan landfill in the occupied Palestinian territories is owned and operated by **TMM - Integrated Recycling Services** and its subsidiary **Y.R.A.V Sherutei Noy 1985**. **VES** Israel owns 95.9% of the shares in T.M.M and 2.8% are owned by the Israeli **Mizrahi Bank**.

Y.R.A.V also activates VES's Composteva site for manufacturing, marketing and distributing compost for agriculture. As published by Who Profits, Y.R.A.V won a tender issued by the Ministry of Defense for waste collection services from the IDF bases in the Jordan Valley.

In a response to an enquiry by Who Profits On October 10th, 2011, the Israeli Civil Administration enumerated eight Israeli companies which hold permits to transfer waste to the Tovlan landfill. Other than **T.M.M** and **Y.R.A.V**, another subsidiary of Veolia hold a permit to transfer waste to Tovlan landfill: **Ramnir**. **Ramnir** is a subsidiary of **Ram-Nof Benזור**, which is a subsidiary of **Annir Industries and Environmental Services**, a subsidiary of **T.M.M**. The CEO of Ramnir is Ronen Shtarkman, the CEO of Dalkia.

Veolia Water Services (VW) Israel

There are three registered Israeli companies of Veolia water:

Veolia water services (VW) Israel and **Veolia water (Hameniv) Israel**, full subsidiaries of **Veolia water compaguie generale** France.

Veolia water systems Israel, a subsidiary of **System vivendi water** France.

SA Veolia Water France Holds the majority of the shares (59.5% capital shares, 55% voting shares) in **Adom**, which won a 25 year contract to operate the water desalination facility in Ashkelon. The other partner is IDE Technologies of the Israeli Delek group (40.5% capital shares, 45% voting shares).

According to the **VW** Israel website, The Company's Ayalon Sewage treatment institute collects sewage from the illegal settlement of Modiin Ilit.

VW established and operates a waste water recycling facility for the factories of Haifa Bay in partnership with **Renewable Resources** (Mashabim Mithadshim). **VW** Israel owns 15% of **Renewable Resources**'s shares.

Veolia Energy – Dalkia

According to Dalkia's website, Dalkia is in joint ownership of **Veolia Environment** France (66%) and the French Electricity company – **EDF** (34%) (<http://www.dalkia.co.il/he/aboutus/>).

Yet, according to the Israeli company registrar, **Dalkia Energy & Services** Israel is a subsidiary of **Dalkia Israel**, which is fully owned by **S.A. Dalkia International** France.

An article publishes on December 9, 2011 in TheMarker reports that Veolia intends to sell Dalikia projects to the Electra group.

Subsidiaries of Dalkia:

Dalkia One and **Dalkia Management Systems** are full subsidiaries of Dalkia energy and services Israel.

Dalkia Energy and Services Israel owns 51% of the shares in **Dalkia Orly**; 50% of the shares in **Dalkia Azarik**, **Dalkia and Sheps**, **Dalkia Mishkey Management** and **Ztomet Energy**.

Dalkia Energy and Services Israel own 20% of the shares in **Dalkia P.V Gvulut**, **Dalkia P.V Lahav**, **Dalkia P.V Mefalsim**, **Dalkia P.V Nachal Oz** and **Dalkia P.V Samar**. The other 80% in all of these companies is owned by **Enxco Israel**, a 95% subsidiary of **Enxco, Delaware USA**, which is a subsidiary of the **EDF French group**.

Dalkia holds 20% of the shares of **O.P.C Rotem**, a subsidiary of **The Company for Israel** (80%).

Dalkia also holds 20% of six permits to establish photo-voltage power stations in the Negev. Dalkia sold 80% of the rights in the permits to **EDF, the French electric company**.

Veolia transportation Israel

Veolia Transportation Israel is a subsidiary of **CGEA Connex SA** Israel, a subsidiary of the international **Connex**, one of the four subsidiaries of the French Veolia group. After the merger with Ttansdev, Veolia Environment holds 50% of the shares in Connex.

According to an article publishes on December 9, 2011 in TheMarker, Veolia conducts negotiation to sell its shares in Connex.

Veolia transportation still operates the light train in Jerusalem for **Citypass**.

Light train station map:



<http://www.citypass.co.il/>

Shareholders of **CityPass**: **Transport SA Alstom**, France (20%), **Veolia Transport** (5%), **Ashtrom** (45%), **T.SH.I Israel transportation infrastructure** and **Harel insurance** (30%).

The contractors of the project, **Ashtrom** and **Alstom**, established in partnership the company **Engineering Procurement Construction (E.P.C)**. **Alstom's** request to sell it shares in the project was declined by the Israeli state, since the company manufactures the trains for the project in its factory in **La Rochelle, France**.

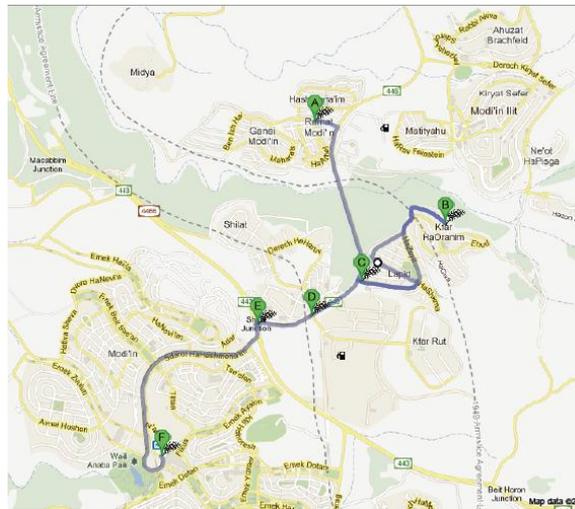
The French **Veolia Transportation** operates the project through its subsidiary **Connex Jerusalem (Light Train)**, which is owned by **Veolia transportation Israel** (71%) and **Connex transportation Israel** (29%).

Ownership of **Connex transportation Israel**: **C.F.E.A Transport** (73%), **Veolia Transportation Israel** (27%).

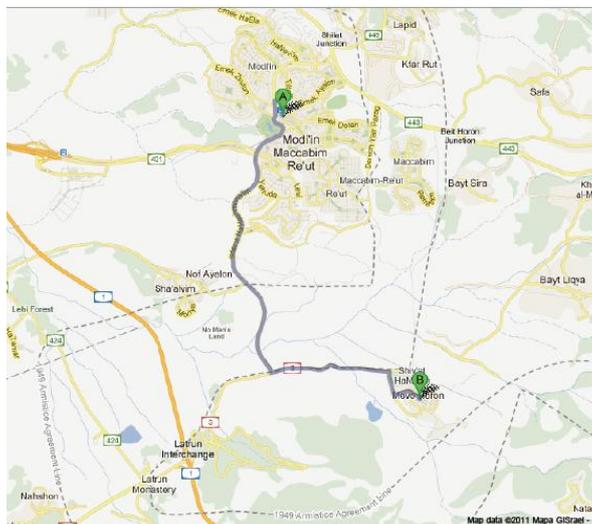
A year ago Veolia concluded it will sell its shares in Citypass to Egged and 80% of the shares in Connex Jerusalem. Yet, an article published on Oct. 31 2011 in TheMarker claims Harel and Ashtrom object to the contract and intend to purchase the rest 5% of Veolia's shares in citypass.

Veolia operates seven bus lines which go through the occupied Palestinian territories: 7, 19, 109, 110, 422, 425 and 427.

Line no. 7 leads to and from the illegal settlements of Hashmona'im and Kfar Haoranim. The route passes through the "no-man's land" area in Kfar-Ruth, Lapid and Shilat:



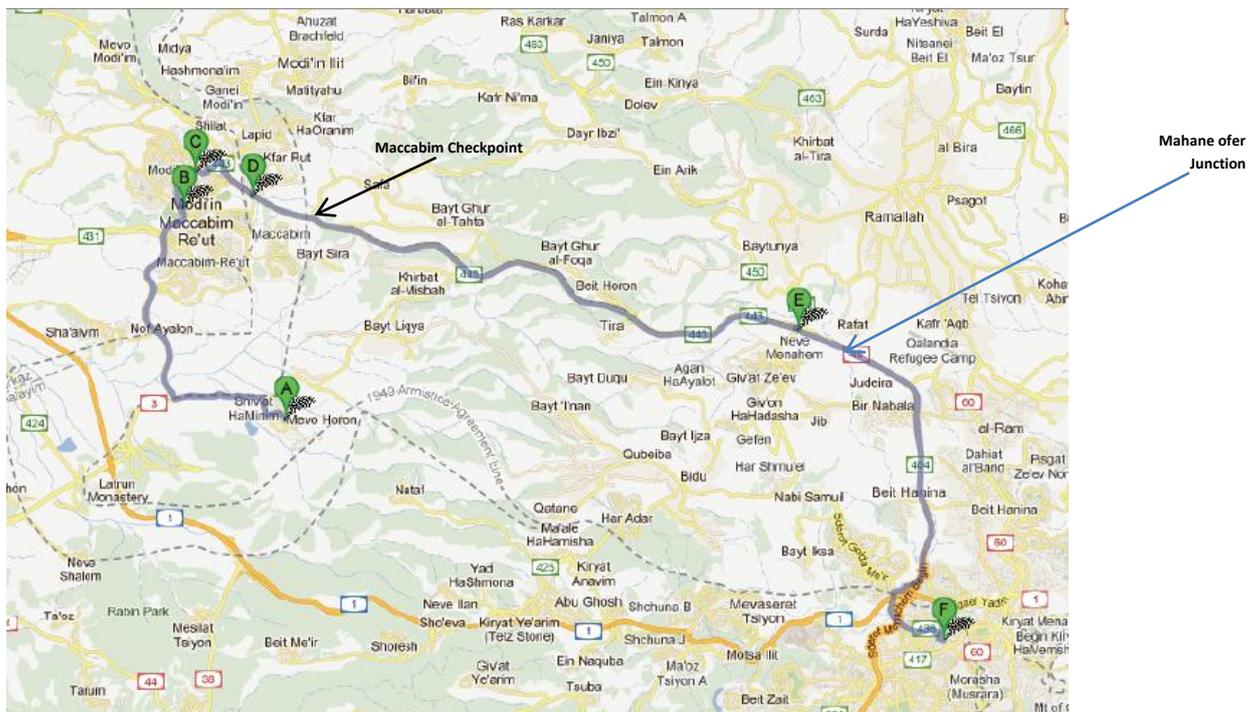
Line no. 19 leads to and from the illegal settlement of Mevo Horon (Point B) :



The route of **Line 109** passes through the occupied Palestinian territories in the illegal settlement of Mevo Horon, in Macabim Junction and Macabim checkpoint, in Mahane ofer Junction (road 404), in Givat Ze'ev Junction and in Sderot Golda Meir in Jerusalem.

The route of **Line 110** passes through the Macabim Junction and Macabim Checkpoint, Mahane ofer junction, Givat Ze'ev Junction, Givon, and Sderot golda meir, Jerusalem. In the Hebrew rout map the company indicates specifically the Maccabim checkpoint.

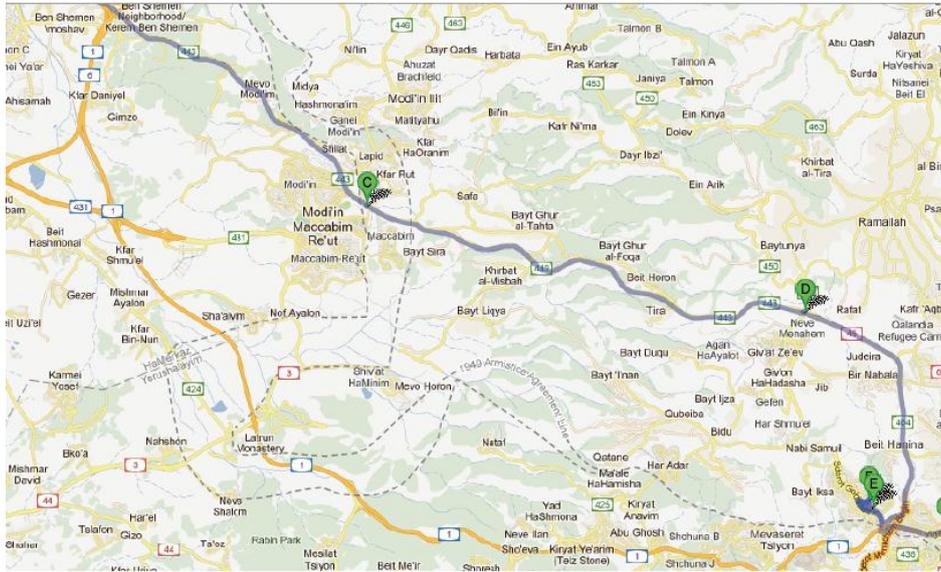
Lines 109 and 110:



At the end of November 2010, Veolia won a tender to operate Bus lines between Bnei-Brak and Jerusalem for the Haredim (Ultra-Orthodox) community in Israel. The lines operating in this project are **422**, **425** and **427**.

Line 422 passes through the occupied Palestinian territories in Mahane Ofer junction, Givat Zeev Junction, Sderot golda meir, Shefa Haim and Ohel Yehoshua in Jerusalem.

Line 422:



Line 425 passes through the oPt in Mahane ofer junction, Givat zeev junction, Sderot golda meir and Sderot Vaitzman, Jerusalem. **Line 427** passes through the oPt in Harel interchange and Sderot Vaitzman, Jerusalem.

Lines 425 and 427:

