



Precision
Agriculture



2026

Preferred Partner Program

Netafim Agriculture Dealers



This program is valid only in the following states and **Canada**:



Alabama	Indiana	Minnesota	North Dakota	Texas
Arkansas	Iowa	Mississippi	Ohio	Utah
Colorado	Kansas	Missouri	Oklahoma	Vermont
Connecticut	Kentucky	Montana	Oregon	Virginia
Delaware	Louisiana	Nebraska	Pennsylvania	Washington
Florida	Maine	New Hampshire	Rhode Island	West Virginia
Georgia	Maryland	New Jersey	South Carolina	Wisconsin
Idaho	Massachusetts	New York	South Dakota	Wyoming
Illinois	Michigan	North Carolina	Tennessee	

Welcome to the 2026 Preferred Partner Program

At Netafim North America, our focus for 2026 is clear: **make it easier for us to succeed together.**

In 2024, we launched Project Elevate with the goal of transforming our relationships with dealers from transactional to strategic. Since that time, we have evolved towards solution selling, improved forecasting & supply, and mutual growth. The Preferred Partner Program remains a key component of our commitment to reward full partnership and drive measurable outcomes.

During joint account planning meetings, you told us that pricing needs to be simpler and more efficient. As a result, your Key Account Managers will introduce a simplified pricing structure for 2026 that will promote transparency and reduce quoting complexity. The goal will be to create efficiency—allowing all of us to spend more time bringing value to growers.

You also told us that you want to better track rebate progress to maximize earnings potential. We remain committed to creating tools and visibility that will be beneficial. As a first step, we have upgraded to digital planning tools for our team. During

planning meetings with your Key Account Manager in 2026, be sure to review the status of your rebate estimates and discuss growth options. Forecasting together is vital to enable Netafim to strategically plan inventory investments for our mutual growth.

Our continued investment in innovation has led to new products being launched in 2026—**GrowSphere™ One**, **Orion PC™**, and **Uniram™ Hybrid**. We are excited to plan targeted marketing campaigns and co-branding opportunities with you—all designed to help you differentiate your offerings and to strengthen joint demand creation with growers.

The following pages outline the details of the 2026 Preferred Partner Program. While many aspects of the program remain consistent, we continue to simplify participation and further incentivize partnership and growth. Netafim remains committed to keeping our partnership practical, effective, and rewarding.

Thank you for your trust and partnership! We are looking forward to a successful 2026 as we work to grow our mutual businesses and deliver innovative irrigation solutions to growers!

The following pages outline the 2026 Preferred Partner Program. This document is composed of five primary sections:

- 1. Overview of Dealer Classification Categories
- 2. Eligibility requirements for Dealer Classification Categories
- 3. Netafim Partnership Commitments
- 4. Financial Incentives
- 5. General Program Terms

/ Dealer Classification Categories

Consistent with our recent business direction, Netafim North America will be classifying dealers into three distinct categories designed to differentially reward dealers for their loyalty and partnership

Diamond	Preferred	Gold
Exclusive category reserved for our dealers that go to market in full partnership with Netafim.	Full-service dealers that support Netafim above all other competitors in the marketplace, purchase a minimum of 60% of their dipline from Netafim, and place special emphasis on growing Netafim’s system component market share.	Dealers that purchase a minimum of 60% of their dripline from Netafim.

/ Dealer Eligibility By Category

Gold Dealer:

- Minimum purchase requirement \$500,000 USD.
- Dealer must purchase a minimum of 60% of their dripline from Netafim.
- Commitment to quarterly business planning in conjunction with your Netafim Key Account Manager utilizing the Netafim Dealer Planning template.
- Dealer will be required to submit a territory worksheet prior to January 31, 2026, indicating Netafim percentage of Dealer's 2025 extruded product purchases from all sources.
- If Dealer's account is past due at the end of the month, all purchases made during that month will not be eligible for rebate calculations. This includes calculations to determine Dealer Classification Category and calculations of Volume Rebates.

Preferred Dealer:

All the requirements of a Gold Dealer plus the following:

- Minimum purchase requirement \$1,000,000 USD.
- Joint grower prospecting with your Key Account Manager focused on growers who are not currently utilizing drip irrigation or are purchasing most of their drip irrigation products from a manufacturer other than Netafim.
- Host grower events and field days in conjunction with Netafim to promote best agronomy practices and introduce new products. The quantity and content of these events to be agreed upon during joint business planning with Netafim Key Account Manager.
- Attend annual Netafim product training either at a Netafim University or via the many field training events Netafim sponsors throughout the year.
- At least 25% of the dealer's total 2026 purchases from Netafim shall be in non-extruded products (extruded products are thinwall dripline, heavywall dripline, and PE tubing). (Exceptions can be made by joint agreement with Netafim Key Account Manager for Dealers operating primarily in "retape" markets. Exceptions must be clearly documented in the joint business plan and agreed upon by February 13th, 2026.)



Diamond Dealer:

All the requirements of a Preferred Dealer plus the following:

- Minimum purchase requirement \$1,500,000 USD.
- Dealer must purchase a minimum of 97% of their dripline from Netafim.
- Prominent outdoor signage promoting both Diamond dealer and Netafim. Ability to provide sufficient geographic coverage including density of locations and sales team size.
- Ability to hold sufficient inventory and demonstrated sales growth.
- Ability to promote, sell, and deliver the full Netafim product and service portfolio including ability to diagnose and service field problems, ability to provide full system installation and design, and ability to launch and promote new products.
- Ability to attract and retain sufficient talent through competitive salary and benefits packages and ability to create a purpose driven working environment.
- Ongoing healthy financial performance & capable financial management.
- Ability and willingness to invest for growth and expand sales coverage to develop new markets.
- Joint marketing efforts including joint grower field days & co-branded signage at installations.
- Regular attendance of Netafim product training events.
- To ensure eligibility for rebate calculations, dealers must keep their account balances current each month. Additionally, to maintain Diamond Dealer status, a dealer's accounts receivable balance must be current at the end of each quarter . (March 31st, June 30th, September 30th, December 31st). If account is past due at quarter end, all rebate calculations will utilize Preferred Dealer rates for all 2026 rebate calculations.

Important Dealer eligibility requirements are summarized in the table below:

	Diamond	Preferred	Gold
3-year average minimum purchase	\$1,500,000	\$1,000,000	\$500,000
Minimum annual dripline revenue purchased from Netafim	97%	60%	60%
Physical space requirement	1 mo. Inventory	1 mo. Inventory	1 mo. Inventory
Commitment to joint business planning	Required	Required	Required
Collaboration on promotional marketing efforts	Required	Required	Required
Joint grower prospecting for non-Netafim conversions	Required	Required	n/a
Host grower events and field days	Required	Required	n/a
Attend annual Netafim product training	Required	Required	n/a
Minimum 25% of 2026 purchases must be non-extruded products	Required	Required	n/a
Actively increase Netafim share of non-extruded products	Required	Required	n/a
Capability to design new systems	Required	Required	n/a
Early adoption of Netafim products	Required	Required	n/a
Ability to diagnose and service field problems	Required	Required	n/a
Full system installation capabilities	Required	Required	n/a
Outside sales capabilities	Required	Required	n/a
Must demonstrate ability to provide sufficient geographic coverage	Required	n/a	n/a
Must demonstrate willingness to invest for growth and expansion	Required	n/a	n/a



Netafim Partnership Commitments

Gold Dealer:

- Revenue Based Rebate Opportunity
- Territory Incentive Rebate Opportunity

Preferred Dealer:

All the commitments above plus the following:

- Sales and agronomy resources from Netafim to develop new applications of drip irrigation or extend the Netafim brand into geographies that have been historically underserved by Netafim.

Diamond Dealer:

All the commitments above plus the following:

- Annual training assessment for your team and access to Orbia training resources including sales training, territory management, financial management, marketing, etc. Custom curriculum to be determined during business planning with your Key Account Manager.
- Preferred installation partner for Netafim Services projects.
- Priority access to new products including limited distribution in specific instances.
- Access to Netafim Global Irrigation Design resources and tools.
- Discounted Grower & Inventory Financing Tools.
- Priority partner for all grower leads generated by Netafim and Netafim Non-Dealer Partners.
- Priority partner for grower funding generated through Netafim's Corporate Partnership Program
- Regulatory and advocacy support for government grants which will enable market access in emerging markets.
- Partnership opportunities with global food, private equity, technology, and consumer goods companies currently served by Netafim.

The Netafim commitments are summarized in the table below:

	Diamond	Preferred	Gold
Revenue Based Rebate Opportunity	Yes	Yes	Yes
Territory Incentive Rebate Opportunity	Yes	Yes	Yes
Access to Netafim Dealer Portal	Yes	Yes	Yes
Annual training assessments	Yes		
Resources to develop new markets	Yes	Yes	
Priority access to new products	Yes	Yes	
Preferred installation partner for Netafim Services	Yes		
Access to Netafim Global Irrigation Design tools	Yes		
Discounted Grower & Inventory financing tools	Yes		
Priority access for all grower leads	Yes		
Advocacy support for govt. grants for emerging markets	Yes		
Partnership opportunities with corporate companies served by Netafim	Yes		

Financial Incentives

The 2026 Netafim Preferred Partner Program provides two financial earnings opportunities for dealers that choose to purchase a minimum of 60% of their dripline products from Netafim. Each specific earnings opportunity is summarized below, as well as the measurement criteria for meeting the 60% minimum. Dealers who do not meet the 60% minimum purchase requirement will not be eligible to receive a rebate from Netafim.

1. Revenue Based Rebate determined by 2026 Purchases.

- A tiered purchase rebate to differentially reward our best partners for their purchases throughout the 2026 season. This rebate is tiered based on Dealer Classification Category and total purchases as shown in the table below.
- Diamond Dealers are exempt from the tiered purchase requirements outlined for the revenue-based rebate and will earn a flat 5% on purchases
- Paid on all purchases of Netafim products in 2026. Rebate earnings are not subject to a growth component and begin accruing upon the first purchase of 2026.
- Payments will be made in the first quarter of 2027. The rebate will be calculated based upon the Dealer Classification Category earned in 2026. In the event a Dealer changes classification category any time in 2026, rebates will be adjusted accordingly, solely at the discretion of Netafim

		Diamond	Preferred	Gold
Min	Max			
\$0	\$500,000	5.00%*	0.00%*	0.00%*
\$500,001	\$1,000,000		0.00%*	0.50%*
\$1,000,001	\$1,500,000		1.00%*	0.625%*
\$1,500,001	\$2,500,000		1.50%*	0.75%*
\$2,500,001	\$5,000,000		2.00%*	0.875%*
\$5,000,001	\$10,000,000		2.50%*	1.00%*
\$10,000,001	Above		3.00%*	1.125%*

*REGEN subcategory will be paid at rate that is 0.5% percentage points lower than the applicable rate shown in the table. (Example: If the applicable rate is 1%, REGEN pays .5%)



2. Territory Incentive determined by 2026 purchases of Netafim dripline products as a percentage of Dealer’s overall dripline purchases.

- This incentive is intended to reward our Diamond, Preferred and Gold dealers for selecting Netafim dripline products. For purposes of measurement, dripline includes all thinwall dripline, heavywall dripline, drip tape or other similar product with any form of integral emission device.
- This incentive will be paid on all purchases of Netafim products (Subject to General Program Terms). Incentive earnings are not subject to a growth component and begin accruing upon the first purchase of 2026.
- The territory incentive will be calculated through a confidential self-reporting mechanism. Dealers will not be asked to share specific purchases from other manufacturers. Netafim will only ask for the percentage of overall dripline purchases represented by Netafim.
- To qualify for this incentive, the dealer must agree to provide this information and if necessary, verify information through an independent third-party at the full expense of Netafim. Purchases include all sources- direct from manufacturers or other distribution channels. If the dealer does not provide this information or participate in verification procedures as needed, the dealer will not qualify for this incentive. All other incentives associated with the 2026 Netafim Preferred Partner Program will remain in effect.
- The territory incentive will be paid after completion of reporting in January 2027.
- In the event a Dealer’s dripline territory percentage for 2026 impacts their Dealer Classification Category, rebates will be adjusted accordingly, solely at the discretion of Netafim.

Dripline Purchase		Preferred	Gold
Min	Max		
\$0	60%	0.00%	0.00%
61%	70%	0.50%	0.00%
71%	80%	0.75%	0.50%
81%	90%	1.25%	1.00%
91%	96%	1.50%	1.25%



/ General Program Terms

- If Dealer's account is past due at the end of the month, all purchases made during that month will not be eligible for rebate calculations. This includes calculations to determine Dealer Classification Category and calculations of Volume Rebates. Additionally, Diamond Dealers must ensure their accounts are current at the end of each quarter (March 31st, June 30th, September 30th, December 31st) to retain their status; otherwise, all rebate calculations will default to Preferred Dealer rates for all 2026 rebate calculations.
- Total purchases for rebate calculations will be the net invoice value of purchases invoiced in calendar year 2026. Net value of purchases is defined as the gross purchases before rebates but after normal returns, allowances, and discounts.
- The following items and conditions are **not** considered purchases and are excluded from all rebates in the program:
 - Products not in the current Netafim USA Agriculture or Greenhouse and Nursery Price List and non-traditional AG or GHN products.
 - Any purchases of Netafim products for clients outside of the USA and Canada are excluded from this agreement.
- Netafim reserves the right to apply earned rebates to any past-due amount including finance charges before the rebate is issued. Past due amounts include balances of undisputed invoices.
- All incentive payments will be made in the form of a Credit Memo assigned to the customer account no later than the end of the quarter following the rebate period. If dealer has not provided instructions for applying the credit memo to specific invoices within 30 days of receiving the credit memo, Netafim will apply credits based on invoice age utilizing aging prioritization methodology.
- Any incentives earned under this program apply to calendar year 2026 only.
- If an existing Netafim dealer is acquired by another dealer in 2026, including those without rebate programs, the acquiring dealer will qualify for all incentives beginning the day the acquisition closes. For incentive calculation purposes, the prior sales history, revenue rebate, and territory incentive, will all be prorated for the portion of the year that the existing Netafim dealer owned the acquired dealer. Following the close of the acquisition, incentives will be calculated on a combined basis and pro-rated as previously described.
- Netafim reserves the right to change, modify, or discontinue this program at any time at the sole discretion of Netafim.
- This program replaces any other dealer program that may have been in place prior to January 1, 2026.



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