

MER Telemanagement Solutions Ltd.

**MER TELEMANAGEMENT SOLUTIONS LTD. ANNOUNCES SETTLEMENT WITH
THE UNITED STATES SECURITIES AND EXCHANGE COMMISSION**

Mer Telemanagement Solutions Ltd. (the “Company”) announced that it has entered into a settlement with the United States Securities and Exchange Commission (“SEC”) under which the Company has consented to the entry of an administrative order (the “Order”), released January 18, 2017 by the SEC, that directs the Company to cease and desist from committing or causing any violations and any future violations of Section 17(a)(3) of the Securities Act and Section 13(a) of the Exchange Act and Rules 12b-20 and 13a-16 thereunder. As part of the terms of the SEC settlement, the Company has also agreed to pay a penalty of \$50,000. The settlement relates to certain of the Company’s prior disclosures in two press releases issued in October 2013 and January 2014. The Company consented to the entry of the Order without admitting or denying the Order’s assertions of factual findings.