SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 6-K

REPORT OF FOREIGN PRIVATE ISSUER

Pursuant to Rule 13a-16 or 15d-16 of the
Securities Exchange Act of 1934

For the month of April 2016

Commission File Number: 001-36349

MediWound Ltd.

(Translation of registrant's name into English)

42 Hayarkon Street
Yavne, 8122745 Israel
(Address of principal executive offices)

Indicate by check mark whether the registrant files or will file annual reports under cover Form 20-F or Form 40-F.

Form 20-F ☒ Form 40-F ☐

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(1): __

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(7): __

EXPLANATORY NOTE

On April 21, 2016, MediWound Ltd. (the "Company") issued a press release entitled "MediWound Reports First Quarter 2016 Financial Results". A copy of this press release is attached to this Form 6-K as Exhibit 99.1.

In addition, pursuant to the Information Rights Agreement between the Company and Clal Biotechnology Industries Ltd. ("CBI"), dated March 3, 2014 (which was attached to the Company's registration statement as exhibit 4.3), the Company is required to provide CBI with certain information necessary for CBI to meet its obligations under Israeli Securities Law. This Form 6-K includes an Un-Audited Interim Financial Statements as of March 31, 2016, attached as Exhibit 99.2, which was provided by the Company to CBI on April 21, 2016 pursuant to such contractual obligation.

SIGNATURE

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

MEDIWOUND LTD.

By: /s/ Sharon Malka
Name: Sharon Malka
Title: Chief Financial Officer

Date: April 21, 2016

EXHIBIT INDEX

The following exhibit is filed as part of this Form 6-K:

Exhibit	Description
99.1	Press release dated April 21, 2016 titled "MediWound Reports First Quarter 2016 Financial Results".
99.2	Un-Audited Interim Financial Statements as of March 31, 2016.

Exhibit 99.1

News Release

MediWound Reports First Quarter 2016 Financial Results

Conference call begins today at 8:30 a.m. Eastern time

YAVNE, Israel (April 21, 2016) – MediWound Ltd. (Nasdaq: MDWD), a fully integrated biopharmaceutical company bringing innovative therapies to address unmet needs in severe burn and wound management, reports financial results for the three months ended March 31, 2016.

Highlights of the first quarter of 2016 and recent weeks include:

- Reported positive top-line results from the Company's Phase 2 clinical trial with EscharEx® for the debridement of chronic and hard-to-heal wounds, achieving the primary endpoint of incidence of complete debridement compared with patients treated with the hydrogel vehicle, with statistical significance;
- Expanded global access to NexoBrid® through distribution agreements for certain territories in Latin America and in India, Bangladesh and Sri Lanka;
- Presented positive EscharEx Phase 2 data at the "Late Breaker" session at the Symposium on Advanced Wound Care (SAWC) Spring 2016.

Management Commentary

"Throughout the first quarter of 2016 we made important clinical and operational progress that supports MediWound's growth strategy," stated Gal Cohen, President and Chief Executive Officer of MediWound. "We reported positive Phase 2 clinical trial data with EscharEx for the debridement of chronic and hard-to-heal wounds, continued to advance the adoption of NexoBrid in targeted European countries and expanded distribution for NexoBrid in important international markets."

"We were delighted to report the top-line data from our Phase 2 study of EscharEx and to have them presented at the 'Late Breaker' session at this year's SAWC. These highly encouraging results reinforce our belief that EscharEx has the potential to become a first-in-class topical debridement pharmaceutical product for the treatment of chronic wounds. There is a great unmet medical need to effectively debride chronic wounds in a non-surgical and prompt manner, as debriding is a critical first step for subsequent wound management and is complementary to the large number of existing wound healing products, which require a clean wound bed in order to heal the wound. Based on the safety data and the compelling clinical activity EscharEx demonstrated, particularly in diabetic foot ulcers and venous leg ulcers, we are moving forward with our clinical program with the goal of making EscharEx available for the treatment of these important indications."

“We look forward to continued progress throughout 2016 and to advancing our commercial and clinical programs to the benefit of patients suffering with severe burns and chronic wounds," concluded Mr. Cohen.

First Quarter Financial Results

Revenues for the first quarter of 2016 were $254,000 compared with $67,000 for the first quarter of 2015.

Research and Development expenses, gross, for the first quarter of 2016 were $3.2 million, in line with the Company’s budget, compared with $1.4 million for the first quarter of 2015. The increase was primarily due to an increase of $0.8 million related to expenses for NexoBrid clinical trials and $0.8 million for EscharEx development. Research and development expenses gross, were offset by $1.8 million participation by the U.S. Biomedical Advanced Research and Development Authority (BARDA) and $0.4 million revaluation of the Office of the Chief Scientist (Israel) contingent liability. Sales, marketing and G&A expenses remained stable at $2.9 million.

For the first quarter of 2016, the Company posted a net loss of $3.8 million, or $0.17 per share, compared with a loss of $6.4 million, or $0.30 per share, for the first quarter of 2015. The decrease was primarily due to a decrease in net research and development expenses of $0.4 million, net financial expenses of $1.5 million recorded in 2015, which was largely comprised of non-cash revaluation of contingent liabilities and changes in foreign currency exchange rates, and an impairment of discontinued operation of $0.4 million recorded in the first quarter of 2015.

Adjusted EBITDA, as defined below, for the first quarter of 2016 was a loss of $3.0 million, compared with a loss of $3.7 million for the first quarter of 2015.

Balance Sheet Highlights

As of March 31, 2016 the Company had cash and short-term deposits of $41.6 million and working capital of $41.4 million. The Company remained on budget and utilized $4.2 million in cash to fund operating activities during the first quarter of 2016.

During 2016 the Company will continue to invest primarily in its sales and marketing activities in Europe to advance the adoption of NexoBrid and in research and development efforts for NexoBrid supported by BARDA funding, as well as amplify the development of EscharEx for chronic wounds and other pipeline product candidates. As a result, cash use for the year is expected to be in the range of $20.0 million to $22.0 million.

Conference Call

MediWound management will host a conference call for investors April 21, 2016 beginning at 8:30 a.m. Eastern time to discuss these results and answer questions. Shareholders and other interested parties may participate in the call by dialing (877) 602-7189 (domestic) or (678) 894-3057 (international) and entering passcode 84818465. The call also will be broadcast live on the Internet on the Company’s website at www.mediwound.com.

A replay of the call will be accessible two hours after its completion through April 27, 2016 by dialing (855) 859-2056 (domestic and international) and entering passcode 84818465. The call will also be archived on the Company website for 90 days at www.mediwound.com.

Non-IFRS Financial Measures

To supplement consolidated financial statements prepared and presented in accordance with IFRS, the Company has provided a supplementary non-IFRS measure to consider in evaluating the Company's performance. Management uses Adjusted EBITDA, which it defines as earnings before interest, taxes, depreciation and amortization, impairment, one-time expenses, restructuring and stock-based compensation expenses.

Although Adjusted EBITDA is not a measure of performance or liquidity calculated in accordance with IFRS, we believe the non-IFRS financial measures we present provide meaningful supplemental information regarding our operating results primarily because they exclude certain non-cash charges or items that we do not believe are reflective of our ongoing operating results when budgeting, planning and forecasting and determining compensation, and when assessing the performance of our business with our senior management.

However, investors should not consider these measures in isolation or as substitutes for operating income, cash flows from operating activities or any other measure for determining the Company's operating performance or liquidity that is calculated in accordance with IFRS. In addition, because Adjusted EBITDA is not calculated in accordance with IFRS, it may not necessarily be comparable to similarly titled measures employed by other companies. The non-IFRS measures included in this press release have been reconciled to the IFRS results in the tables below.

About MediWound Ltd.
MediWound is a fully-integrated biopharmaceutical company focused on developing, manufacturing and commercializing novel therapeutics based on its patented proteolytic enzyme technology to address unmet needs in the fields of severe burns, as well as chronic and other hard-to-heal wounds. MediWound's first innovative biopharmaceutical product, NexoBrid, received marketing authorization from the European Medicines Agency as well as the Israeli and Argentinian Ministries of Health, for removal of dead or damaged tissue, known as eschar, in adults with deep partial and full-thickness thermal burns and was launched in Europe and Israel, with plans for a launch in Argentina. MediWound has distribution agreements for NexoBrid in Latin America, Asia Pacific, India, Japan and CIS regions. NexoBrid represents a new paradigm in burn care management, and clinical trials have demonstrated, with statistical significance, its ability to non-surgically and rapidly remove the eschar earlier and, without harming viable tissues. For more information, please visit www.mediwound.com.

Cautionary Note Regarding Forward-Looking Statements

This release includes forward-looking statements within the meaning of Section 27A of the U.S. Securities Act of 1933, as amended, Section 21E of the US Securities Exchange Act of 1934, as amended, and the safe harbor provisions of the U.S. Private Securities Litigation Reform Act of 1995. Forward-looking statements are statements that are not historical facts, such as statements regarding assumptions and results related to the regulatory authorizations and launch dates. In some cases, you can identify forward-looking statements by terminology such as "believe," "may," "estimate," "continue," "anticipate," "intend," "should," "plan," "expect," "predict," "potential," or the negative of these terms or other similar expressions. Forward-looking statements are based on MediWound's current knowledge and its present beliefs and expectations regarding possible future events and are subject to risks, uncertainties and assumptions. Actual results and the timing of events could differ materially from those anticipated in these forward-looking statements as a result of several factors. In particular, you should consider the risks discussed under the heading "Risk Factors" in our annual report on Form 20-F for the year ended December 31, 2015 and information contained in other documents filed with or furnished to the Securities and Exchange Commission. You should not rely upon forward-looking statements as predictions of future events. Although we believe that the expectations reflected in the forward-looking statements are reasonable, we cannot guarantee that future results, levels of activity, performance and events and circumstances reflected in the forward-looking statements will be achieved or will occur. The forward-looking statements made herein speak only as of the date of this announcement and MediWound undertakes no obligation to update publicly such forward-looking statements to reflect subsequent events or circumstances, except as otherwise required by law.

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Financial Tables to Follow

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CONDENSED CONSOLIDATED BALANCE SHEETS

U.S. dollars in thousands

	March 31, 2016 Unaudited	December 31, 2015 Audited
CURRENT ASSETS:		
Cash, cash equivalents and short term deposits	41,591	45,768
Accounts and other receivable	3,283	2,912
Inventories	1,534	1,715
	46,408	**50,395**
LONG-TERM ASSETS:		
Long term deposits	135	192
Property, plant and equipment, net	1,267	1,040
Intangible assets, net	874	896
	48,684	**52,523**
CURRENT LIABILITIES:		
Trade payables	1,815	1,123
Accrued expenses and other payables	3,144	4,083
	4,959	**5,206**
LONG-TERM LIABILITIES:		
Liabilities in respect of Chief Scientist government grants net of current maturities	7,019	7,275
Contingent consideration for the purchase of treasury shares net of current maturities	16,041	16,475
Severance pay liability, net	101	97
	23,161	**23,847**
SHAREHOLDERS' EQUITY	20,564	23,470
	48,684	**52,523**

CONDENSED CONSOLIDATED UNAUDITED STATEMENTS OF COMPREHENSIVE LOSS

U.S. dollars in thousands (except share and per share data)

	Three months ended March 31,	
	2016	**2015**
Revenues	254	67
Cost of revenues	404	175
Gross loss	**(150)**	**(108)**
Operating expenses:		
Research and development, gross	3,230	1,397
Participation by OCS & BARDA	(2,237)	-
Research and development, net	993	1,397
Selling, general & administrative	2,861	2,963
Total operating expenses	**3,854**	**4,360**
Operating loss	**(4,004)**	**(4,468)**
Financial income (expenses), net	230	(1,525)
Loss from continuing operations	**(3,774)**	**(5,993)**
Loss from discontinued operation	-	(417)
Loss for the period	**(3,774)**	**(6,410)**
Foreign currency translation adjustments	(6)	1
Total comprehensive loss	**(3,780)**	**(6,409)**
Basic and diluted loss per share:		
Loss from continuing operations	(0.17)	(0.28)
Loss from discontinued operation	0.00	(0.02)
Net loss per share	**(0.17)**	**(0.30)**
Weighted average number of ordinary shares used in the computation of basic and diluted loss per share:	21,850	21,550

CONDENSED CONSOLIDATED UNAUDITED STATEMENTS OF CASH FLOWS

U.S. dollars in thousands

	Three months ended March 31,	
	2016	**2015**
Cash Flows from Operating Activities:		
Net loss	**(3,774)**	**(6,410)**
Adjustments to reconcile net loss to net cash used in continuing operating activities:		
Adjustments to profit and loss items:		
Loss from discontinued operation	-	417
Depreciation and amortization	123	115
Share-based compensation	874	687
Revaluation of liabilities in respect of Chief Scientist government grants	(228)	202
Revaluation of contingent consideration for the purchase of treasury shares	(76)	641
Net financing (income) expenses	(229)	504
	464	**2,566**
Changes in asset and liability items:		
Decrease (increase) in trade receivables	(143)	30
Decrease (increase) in other receivables	(149)	90
Decrease (increase) in inventories	169	(783)
Increase (decrease) in trade payables	685	(105)
Decrease in other payables	(1,353)	(157)
	(791)	**(925)**
Net cash flows used in operating activities	**(4,101)**	**(4,769)**
Cash Flows from Investment Activities:		
Purchase of property and equipment	(327)	(61)
Interest received	9	7
Investment in short term bank deposits	(29,211)	(2,897)
Net cash used in investing activities	**(29,529)**	**(2,951)**
Increase in cash and cash equivalents	(33,630)	(7,720)
Exchange rate differences on cash and cash equivalent balances	154	(603)
Balance of cash and cash equivalents at the beginning of the period	42,502	25,422
Balance of cash and cash equivalents at the end of the period	**9,026**	**17,099**

ADJUSTED EBITDA

U.S. dollars in thousands

	Three months ended March 31,	
	2016	**2015**
Loss for the period	(3,774)	(6,410)
Adjustments:		
Financial income (expenses), net	230	(1,525)
Loss from discontinued operation	-	(417)
Depreciation and amortization	(123)	(115)
Share-based compensation expenses	(874)	(687)
Total adjustments	(767)	(2,744)
Adjusted EBITDA	**(3,007)**	**(3,666)**
Share-based compensation expenses:		
Cost of revenues	130	101
Research and development	193	122
Selling, general & administrative	551	464
Total share-based compensation expenses	**874**	**687**

Exhibit 99.2

MEDIWOUND LTD. AND ITS SUBSIDIARIES

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

AS OF MARCH 31, 2016

IN U.S. DOLLARS IN THOUSANDS

UNAUDITED

INDEX

CONDENSED INTERIM CONSOLIDATED BALANCE SHEETS

U.S. dollars in thousands

	March 31,		December 31,
	2016	2015	2015
	Unaudited		Audited
CURRENT ASSETS:			
Cash and cash equivalents	9,026	17,099	42,502
Short-term bank deposits	32,565	42,328	3,266
Trade receivables	396	29	238
Inventories	1,534	1,997	1,715
Other receivables	2,887	2,052	2,674
	46,408	63,505	50,395
LONG-TERM ASSETS:			
Long term deposits and deferred costs	135	151	192
Property, plant and equipment, net	1,267	1,050	1,040
Intangible assets, net	874	930	896
	2,276	2,131	2,128
	48,684	65,636	52,523
CURRENT LIABILITIES:			
Trade payables	1,815	1,096	1,123
Other payables	3,144	2,859	4,083
	4,959	3,955	5,206
LONG-TERM LIABILITIES:			
Liabilities in respect of Chief Scientist government grants	7,019	7,140	7,275
Contingent consideration for the purchase of treasury shares	16,041	17,385	16,475
Severance pay liability, net	101	7	97
	23,161	24,532	23,847
SHAREHOLDERS' EQUITY:			
Ordinary shares of NIS 0.01 par value:			
Authorized: 32,244,508 shares; Issued and Outstanding: 21,850,300 as of March 31, 2016 and December 31, 2015 and 21,550,300 as of March 31, 2015	60	59	60
Share premium	112,675	109,804	111,801
Foreign currency translation adjustments	(22)	(17)	(16)
Accumulated deficit	(92,149)	(72,697)	(88,375)
	20,564	37,149	23,470
	48,684	65,636	52,523

The accompanying notes are an integral part of the interim financial statements.

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF COMPREHENSIVE LOSS

U.S. dollars in thousands (except share and per share data)

	Three months ended March 31,		Year ended December 31,
	2016	2015	2015
	Unaudited		Audited
Revenues	254	67	601
Cost of revenues	404	175	2,519
Gross loss	(150)	(108)	(1,918)
Operating expenses:			
Research and development, net of participations	993	1,397	6,021
Selling and marketing	1,942	2,084	9,284
General and administrative	919	879	4,004
Total operating expenses	(3,854)	(4,360)	(19,309)
Operating loss	(4,004)	(4,468)	(21,227)
Financial income	451	74	1,052
Financial expense	(221)	(1,599)	(1,496)
Loss from continuing operations	(3,774)	(5,993)	(21,671)
Loss from discontinued operation	-	(417)	(417)
Net loss	(3,774)	(6,410)	(22,088)
Other comprehensive income (loss):			
Items to be reclassified to profit or loss in subsequent periods:			
Foreign currency translation adjustments	(6)	1	2
Total comprehensive loss	(3,780)	(6,409)	(22,086)
Basic and diluted loss per share:			
Loss from continuing operations	(0.17)	(0.28)	(1.00)
Loss from discontinued operation	-	(0.02)	(0.02)
Net loss per share	(0.17)	(0.30)	(1.02)
Weighted average number of ordinary shares used in the computation of basic and diluted loss per share:	21,850	21,550	21,718

The accompanying notes are an integral part of the interim financial statements.

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

U.S. dollars in thousands

	Share capital	Share premium	Foreign currency translation reserve	Accumulated deficit	Total equity
Balance as of January 1, 2016	60	111,801	(16)	(88,375)	23,470
Loss for the period	-	-	-	(3,774)	(3,774)
Other comprehensive loss	-	-	(6)	-	(6)
Total comprehensive loss	-	-	(6)	(3,774)	(3,780)
Share-based compensation	-	874	-	-	874
Balance as of March 31, 2016 (unaudited)	60	112,675	(22)	(92,149)	20,564

	Share capital	Share premium	Foreign currency translation reserve	Accumulated deficit	Total equity
Balance as of January 1, 2015	59	109,117	(18)	(66,287)	42,781
Loss for the period	-	-	-	(6,410)	(6,410)
Other comprehensive income	-	-	1	-	1
Total comprehensive income (loss)	-	-	1	(6,410)	(6,409)
Share-based compensation	-	687	-	-	687
Balance as of March 31, 2015 (unaudited)	59	109,804	(17)	(72,697)	37,149

The accompanying notes are an integral part of the interim financial statements.

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

U.S. dollars in thousands

	Share capital	Share premium	Foreign currency translation reserve	Accumulated deficit	Total equity
Balance as of January 1, 2015	59	109,117	(18)	(66,287)	42,871
Loss for the period	-	-	-	(22,088)	(22,088)
Other comprehensive income	-	-	2	-	2
Total comprehensive income (loss)	-	-	2	(22,088)	(22,086)
Exercise of options	1	25	-	-	26
Share-based compensation	-	2,659	-	-	2,659
Balance as of December 31, 2015	60	111,801	(16)	(88,375)	23,470

The accompanying notes are an integral part of the interim financial statements.

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS

U.S. dollars in thousands

	Three months ended March 31,		Year ended December 31,
	2016	2015	2015
	Unaudited		Audited
Cash Flows from Operating Activities:			
Net loss	(3,774)	(6,410)	(22,088)
Adjustments to reconcile net loss to net cash used in operating activities:			
Adjustments to profit and loss items:			
Loss from discontinued operation	-	417	417
Depreciation and amortization	123	115	503
Share-based compensation	874	687	2,659
Revaluation of liabilities in respect of Chief Scientist government grants	(228)	202	(474)
Revaluation of contingent consideration for the purchase of treasury shares	(76)	641	(764)
Increase in severance liability	-	-	90
Net financing (income) expenses	(229)	504	(219)
	464	2,566	2,212
Changes in asset and liability items:			
Decrease (increase) in trade receivables	(143)	30	(181)
Decrease (increase) in other receivables	(149)	90	(556)
Decrease (increase) in inventories	169	(783)	(273)
Increase (decrease) in trade payables	685	(105)	(76)
Increase (decrease) in other payables	(1,353)	(157)	1,361
	(791)	(925)	275
Net cash flows used in operating activities	(4,101)	(4,769)	(19,601)

The accompanying notes are an integral part of the financial statements.

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS

U.S. dollars in thousands

	Three months ended March 31,		Year ended December 31,
	2016	2015	2015
	Unaudited		Audited
Cash Flows from Investing Activities:			
Purchase of property and equipment	(327)	(61)	(376)
Purchase of intangible assets	-	-	(30)
Interest received	9	7	287
Proceeds from (investment in) short term bank deposits, net	(29,211)	(2,897)	36,165
Net cash (used in) provided by investing activities	(29,529)	(2,951)	36,046
Cash Flows from Financing Activities:			
Proceeds from exercise of options	-	-	26
Proceeds from the Chief Scientist government grants, net of re-payment	-	-	752
Net cash provided by financing activities	-	-	778
Exchange rate differences on cash and cash equivalent balances	154	(603)	(143)
Cash and cash equivalents:			
Increase (decrease) in cash and cash equivalents	(33,476)	(8,323)	17,080
Balance of cash and cash equivalents at the beginning of the period	42,502	25,422	25,422
Balance of cash and cash equivalents at the end of the period	9,026	17,099	42,502

The accompanying notes are an integral part of the financial statements.

NOTE 1: GENERAL

a. General description of the Company and its operations:

MediWound Ltd. (the "Company" or "MediWound"), is a fully integrated biopharmaceutical company focused on developing, manufacturing and commercializing novel products to address unmet needs in the fields of severe burns, as well as chronic and other hard to heal wounds, connective tissue disorders and other indications.

The Company's innovative biopharmaceutical product, NexoBrid, received marketing authorization from the European Medicines Agency, ("EMA") and the Israeli and Argentinean ministries of health for removal of dead or damaged tissue, known as eschar, in adults with deep partial and full thickness thermal burns. The Company launched NexoBrid in the European Union and in Israel through its own commercial organization and first generated initial sales in 2014.

The Company's securities are listed for trading on NASDAQ since March 25, 2014.

b. The Company has two wholly-owned subsidiaries: MediWound Germany GmbH, acting as Europe ("EU") marketing authorization holder and EU sales and marketing arm and MediWound UK Limited, an inactive company. In addition, the Company owns approximately 7% of PolyHeal Ltd., a private life sciences company ("PolyHeal").

c. On September 29, 2015, the Company was awarded a U.S. Biomedical Advanced Research and Development Authority ("BARDA") contract valued up to $112,000 for development and procurement of NexoBrid for the U.S. The contract is for the advancement of the development and manufacturing, as well as the procurement of NexoBrid, as a medical countermeasure as part of BARDA preparedness for mass casualty events.

The five-year base contract includes $24,000 of funding to support development activities to complete the U.S. Food and Drug Administration (FDA) approval process for NexoBrid for use in thermal burn injuries, as well as $16,000 for procurement of NexoBrid, which is contingent upon FDA Emergency Use Authorization (EUA) and/or FDA marketing authorization for NexoBrid. In addition, the contract includes options for further funding of up to $22,000 for expanding NexoBrid's indications and of up to $50,000 for additional procurement of NexoBrid. As of March 31, 2016 the Company recorded approximately $2,600 in funding from BARDA under the contract.

NOTE 2: SIGNIFICANT ACCOUNTING POLICIES

The following accounting policies have been applied consistently in the financial statements for all periods presented unless otherwise stated.

a. Basis of presentation of financial statements:

These financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB").

b. Basis of preparation of the interim consolidated financial statements:

The interim condensed consolidated financial statements for the three months ended March 31, 2016 have been prepared in accordance with IAS 34 "Interim Financial Reporting".

The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual financial statements as of December 31, 2015 that were included in the Annual Report on Form 20-F filed on January 25, 2016.

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Company's annual consolidated financial statements for the year ended December 31, 2015 that were included in the Annual Report on Form 20-F filed on January 25, 2016.

NOTE 3: CONTINGENT LIABILITIES

On September 15, 2014, a Statement of Claim was filed against the Company by some shareholders of Polyheal. The plaintiffs allege that the Company is obligated to pay them a total amount of $1,475 in exchange for their respective portion of PolyHeal's shares, following the commencement of a feasibility study for the next generation of the PolyHeal Product in November 15, 2012, which constituted a milestone under a buyout option agreement between the Company, PolyHeal and its shareholders.

On December 14, 2014, the Company filed its Petition for a Right to Defend, or the Petition, in which it: (i) rejected the arguments raised against it in the Statement of Claim; (ii) emphasized that its obligation under the 2010 Polyheal Agreement to purchase the 7.5% of Polyheal's ordinary shares is subject to the consumption of the deferred closing, as defined in the buyout agreement, including the receipt of the funds from Teva on a "back to back" basis; and (iii) stated that since no such payment has been made by Teva, the Company is not subject to any obligation to purchase Polyheal shares and/or make any payments to Polyheal's shareholders.

A hearing in the Company's Petition was held on February 16, 2015, in which the Court accepted the Company's Petition and allowed it to file a statement of defense. The Company filed the statement of defense on July 6, 2015. A preliminary hearing has been held on February 10, 2016 and oral summaries are scheduled for June 21, 2016.

Based on advice from its external legal counsels, the Company believes that it has substansive defenses against the claim. Accordingly, no provision was recorded in respect of this claim.

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

U.S. dollars in thousands (except share and per share data)

NOTE 4: EQUITY

On January 1, 2016, the Company granted to the chairman of the board of directors options to purchase 20,000 ordinary shares under the "2014 Share Incentive Plan" (the "Plan") for an exercise price of $9.47 per share. The options are exercisable in accordance with the terms of the Plan, within 5 years from the date of grant and will vest over three years. The fair value of the options at the date of grant was estimated at $62.

On January 28, 2016, the general meeting of the Company's shareholders approved the grant to CEO dated December 23, 2015 and the above mention grant.

NOTE 5: DISCONTINUED OPERATION

The Company has been acknowledged during the first quarter of 2015 about certain changes in circumstances indicating that the carrying amount of its royalty rights arising from the Company's ownership of shares of Polyheal would not be recoverable. Accordingly, on March 31, 2015, the Company had fully impaired these royalty rights amounting to $417 within the loss from discontinued operation.