

Mail Stop 6010

January 30, 2007

Via Facsimile and U.S. Mail

Mr. Oded Bashan
Chief Executive Officer
On Track Innovations Ltd.
Z.H.R. Industrial Zone
P.O. Box 32
Rosh-Pina, Israel 12000

**Re: On Track Innovations Ltd.
Form 20-F for the year ended December 31, 2005
Filed May 22, 2006
File No. 0-49877**

Dear Mr. Bashan:

We have completed our review of your Form 20-F and related filings and do not, at this time, have any further comments.

Sincerely,

Martin F. James
Senior Assistant Chief Accountant