

This is an English convenience translation from the original Hebrew version. In case of any discrepancy, the binding version is the Hebrew original.

Israel Corporation Ltd.

Millennium Tower, 23 Aranha Street, P.O.B. 20456, Tel-Aviv 61204

Tel: 03-6844517, Fax: 03-6844587

ISRAEL CORPORATION

Adv. Noga Yatziv

Company Secretary and Assistant to the President

July 13, 2009

To:
The Securities Authority
via MAGNA

To:
The Tel Aviv Stock Exchange Ltd.
via MAGNA

Dear Sir/Madam,

Re: **Immediate Report – Filing a Lawsuit**

Israel Corporation Ltd. hereby reports that today (13.7.2009) a lawsuit for libel against the reporter Michael Rozental et al. was filed by it and by the Chairmen of the Board of Directors, Mr. Idan Ofer.

Sincerely,

Noga Yatziv.