

This is an English convenience translation of 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

August 11, 2009

To:

The Securities Authority

via MAGNA

To:

The Tel Aviv Stock Exchange Ltd.

via MAGNA

Dear Sir/Madam,

Re: **Immediate Report - Change in the Rating of Bonds of Zim**

Pursuant to a report given to the Israel Corporation Ltd. (the "**Company**") by Zim Integrated Shipping Services Ltd. ("**Zim**"), the Company hereby reports that on August 11, 2009, Standard & Poor's Maalot Ltd. has informed Zim of a change in the rating of bonds (Series A, B, and C) issued by Zim from a rating of (i1BB+) and Negative Outlook to a rating of (i1B-) and CreditWatch with Negative Implications.

Sincerely,

Noga Yatziv