

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.

Registrar Number: 520028010

**Form 121
Public**

Securities of the Corporation are listed in the Tel Aviv Stock Exchange

Sort name: Israel Corporation

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Date of Transmission: 04/01/2012

Reference: 2012-01-005169

To:
The Securities Authority
via MAGNA

To:
The Tel-Aviv Stock Exchange Ltd.
via MAGNA

Dear Sir/Madam,

RE: Immediate Report

Essence of the Event: ICL – Submission of a Petition to the High Court of Justice

Further to the immediate reports dated July 3, 2011, September 11, 2011, November 17, 2011, December 28, 2011, December 29, 2011, and January 1st, 2012, attached herewith is an Immediate Report of Israel Chemicals Ltd. (a subsidiary) - submission of a petition to the High Court of Justice in the matter of the permanent solution and royalties.

[ICL's report attached]

The date when the event first became known to the corporation: 03/01/2012, time: 17:00.

Reference of former documents in this regard (referring does not constitute incorporation by reference):

Former name of reporting entity:

The Israel Corporation Ltd.

Form structure updated 29/12/2011

Name of Electronic Reporter: Maya Alcheli Kaplan. Adv. Position: General Counsel (In House) and Company's Secretary. Aranha 23, Millennium Tower, Tel Aviv 61204. Phone – 03-6844517, Fax: 03-6844587, e-mail – mayaak@israelcorp.com



4 January 2012

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Re: Immediate Report of a Permanent Solution and Royalties

Further to the Companies' reports dated July 3, 2011 (Reference No. 2011-01-199626), September 11, 2011 (Reference No. 2011-01-269844), November 17, 2011 (Reference No. 2011-01-330438), December 28, 2011 (Reference No. 2011-01-377307), December 29, 2011 (Reference No. 2011-01-378960) and January 1, 2012 (Reference No. 2012-01-001548), the Company hereby wishes to report that yesterday *Adam Teva V'Din*: Israel Union for Environmental Protection and The Movement for Quality Government in Israel (hereinafter, "the petitioners") filed a petition with the High Court of Justice (hereinafter, "the High Court") to issue an *order nisi*, and a request for an interim order versus the Government of the State of Israel, the Ministry of Finance and Dead Sea Works (hereinafter, "DSW" and together, "the respondents") regarding the decision of the Government on January 1, 2012 regarding a permanent solution for the level of the Dead Sea and the royalties (hereinafter, "the petition").

In the request the petitioners petitioned the High Court to Order the cancellation of the government resolution and instruct the Government that the agreement, which is the subject of the aforementioned decision, not become valid until the petition is heard.

The Company and Its legal counsels are studying the petition documents.

Sincerely,

Israel Chemicals Ltd.