

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 125

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

Public

Sort name: Israel Corporation

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Date of Transmission: 24/06/2012

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To: The Securities Authority
www.isa.gov.il

To: The Tel Aviv Stock Exchange
www.tase.co.il

Immediate Report regarding rating of debentures or corporation

On June 24, 2012, Standard & Poor's Maalot published a rating report regarding debentures of the Company:

Name and type of Securities	Securities No. in Stock Exchange	Rating Agency	Current Rating	Notes
Debenture (Series 6)	5760152	Maalot S&P	Maalot A+/Stable	Rating Confirmation
Debenture (Series 7)	5760160	Maalot S&P	Maalot A+/Stable	Rating Confirmation
Debenture (Series 8)	5760178	Maalot S&P	Maalot A+/Stable	Rating Confirmation
Debenture (Series 9)	5760202	Maalot S&P	Maalot A+/Stable	Rating Confirmation

Rating History of the last 3 years prior to the current published rating:

Name and type of Securities	Securities No. in Stock Exchange	Rating Date	Rating	Notes
Debenture (Series 6)	5760152	February 12, 2009	Maalot AA-/Negative	Rating reduction
Debenture (Series 7)	5760160	February 12, 2009	Maalot AA-/Negative	Rating reduction
Debenture (Series 8)	5760178	February 12, 2009	Maalot AA-/Negative	Rating reduction
Debenture (Series 6)	5760152	September 21, 2009	Maalot A+/Stable	Rating reduction
Debenture (Series 7)	5760160	September 21, 2009	Maalot A+/Stable	Rating reduction
Debenture (Series 8)	5760178	September 21, 2009	Maalot A+/Stable	Rating reduction
Debenture (Series 6)	5760152	July 1, 2010	Maalot A+/Stable	Rating Confirmation
Debenture (Series 7)	5760160	July 1, 2010	Maalot A+/Stable	Rating Confirmation
Debenture (Series 8)	5760178	July 1, 2010	Maalot A+/Stable	Rating Confirmation
Debenture (Series 9)	5760202	July 1, 2010	Maalot A+/Stable	Initial Rating

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Attached is Maalot Rating Report.

The Rating for the debentures of the Company which are traded in the Tel Aviv Stock Exchange is valid also to the debentures of the Company which were issued to institutional investors.

Rating confirmation as for the expansion of existing series of debentures (series 7 and/or 9).

Name of report authorized signatory and name of authorized electronic signatory: Maya Alcheh Kaplan. Adv.

Position: General Counsel (In House) and Company's Secretary.

Signature date: 24/06/2012

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 13/05/2012

Name of Electronic Reporter: Maya Alcheh 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

Please note that this translation was made for the company's use only and under no circumstances obligates Standard & Poor's Maalot. In the case of any discrepancy with the official Hebrew version published on June 24, 2012, the Hebrew version shall apply.

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24 June 2012

Israel Corporation 'ilA+' Rating Assigned For Extension Of Bond Series 7, 9

Primary Credit Analyst: Yuval Torbati yuval_torbati@standardandpoors.com
Secondary Credit Analyst: Zvi Boimer zvi_boimer@standardandpoors.com

Standard & Poor's Maalot has assigned an 'ilA+' rating for the extension of bond series 7 and/or 9, which will be issued by Israel Corporation Ltd. (ilA+/Stable), in the amount of up to new Israeli shekel (NIS) 750 million par value. Proceeds from the planned bond issuance will be used to refinance existing debt and to fund new investments.

For additional details, please refer to our full rating report published Jan. 15, 2012.

Ratings List:

	Current Rating
Israel Corporation	ilA+/Stable
Series 3 bonds	ilA+
Series 4 bonds	ilA+
Series 5 bonds	ilA+
Series 6 bonds	ilA+
Series 7 bonds	ilA+
Series 8 bonds	ilA+
Series 9 bonds	ilA+

Standard & Poor's Maalot ratings are based on information received from the Company and from other sources that Standard & Poor's Maalot believes to be reliable. Standard & Poor's Maalot does not audit the information it receives nor does it verify the correctness or completeness of such information.

It is hereby clarified that Standard & Poor's Maalot rating does not reflect risks relating to and/or arising from breaches, through intent or oversight, of any of the obligations included in the bond documents and/or the incorrectness or inaccuracy of any of the representations contained in the documents relating to the bond offering that is the subject of this rating, Standard & Poor's Maalot report or the facts that form the basis for the opinions expressed to Standard & Poor's Maalot as a condition for the giving of the rating, fraudulent or dishonest acts of commission or omission, or any other act that contravenes the law.

The ratings could be revised as a result of changes to the information received or for other reasons. The rating should not be perceived as expressing any opinion concerning the price of the securities on the primary or secondary market. The rating should not be perceived as expressing any opinion concerning the advisability of buying, selling or holding any security.

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