

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: 22/06/2012

Reference: 2012-01-163644

To:	To:
<u>The Securities Authority</u>	<u>The Tel Aviv Stock Exchange</u>
<a href="http://www.isa.gov.il">www.isa.gov.il</a>	<a href="http://www.tase.co.il">www.tase.co.il</a>

**Immediate Report**

*The Event: Results of a bid for sophisticated investors*

Further to the Company's Immediate Report dated 19.6.2012 (reference: 2012-01-159948), the Company respectfully reports that on 21.6.2012, two bids were held in order to receive early commitments from Sophisticated Investors, for a possible issuance of Debentures (series 7 and/or series 9) by way of expansion of existing series of debentures.

According to the results of the preliminary bid for Debentures (series 7), early commitments by Sophisticated Investors were submitted for the purchase 303,395,000 Debentures (series 7) of par value NIS 1 each. The bid closing price was NIS 1,255 per unit, as every unit consists of 1,000 Debentures (series 7) of par value NIS 1 each.

According to the results of the preliminary bid for the Debentures (series 9), early commitments by Sophisticated Investors were submitted for the purchase 183,918,000 Debentures (series 9) of par value NIS 1 each. The bid closing price was NIS 1,027 per unit, as every unit consists of 1,000 Debentures (series 9) of par value NIS 1 each.

Debentures (series 7) and/or Debentures (series 9) that will be issued (to the extent that there will be an issuance), will be added to existing traded Debentures (series 7) and/or Debentures (series 9), and their terms will be identical to the terms of the existing Debentures (series 7) and/or Debentures (series 9), accordingly.

Subject to the execution of the aforementioned debentures' issuance, the total consideration to be received by the Company from the mentioned Early Commitments by Sophisticated Investors (before commission deduction), is approx. NIS 570 Million.

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It should be clarified that the exact scope of the issuance and the final closing prices per unit will be determined in the framework of the public offer bids which will be held by the Company (to the extent that the Company will held such bids), subject to the publication of a Shelf Offer Report.

It shall be noted, as a matter of precaution, that there is no certainty as to the execution of the abovementioned issuance as well as to the exact scope and timing of such issuance (to the extent executed), which are all subject to the receipt of all required permits by law, including a permit from the Company's Board of Directors, and the permit from the Tel Aviv Stock Exchange, and accordingly there no certainty as to the execution of the issuance, its scope and timing.

The date when the event first became known to the corporation: 21/06/2012, time: 19:00.

Name of report authorized signatory and name of authorized electronic signatory: Maya Alchek Kaplan. Adv. Position: General Counsel (In House) and Company's Secretary.  
Signature date: 22/06/2012

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

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Name of Electronic Reporter: Maya Alchek 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](mailto:mayaak@israelcorp.com)