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Israel Corp. Ltd

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Attorney Maya Alcheh-Kaplan
In-house Legal Advisor and Company Secretary

June 25, 2012

To:
The Securities Authority
via MAGNA

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

Dear Sir/Madam,

**Re: Immediate Report - Results of Public Offering pursuant to Shelf Offer Report
published on June 24, 2012**

Pursuant to article 30 of the Securities Law, 5728-1968 and Securities Regulations (Notice of results of the offer in a prospectus), 5730-1969, the Company hereby reports the results of an issuance of securities by virtue of a Shelf Offer Report published on June 24, 2012, pursuant to a shelf prospectus published on May 30, 2012 (the "**Shelf Offer Report**" and the "**Shelf prospectus**", respectively).

1. Debentures (series 7)

- 1.1. In the framework of the Shelf Offer Report the Company offered to the public, by way of expansion of existing series of debentures, up to 370,000,000 Debentures (series 7), registered under a name, of par value NIS 1 each. The Debentures (series 7) were offered to the public in 370,000 units, as every unit consists of NIS 1,000 par value, in a Uniform Offer, by the way of a bid on the unit's price, which shall not be less than NIS 1,255 per unit (hereinafter as for this article 1, the "**Public Offer Bid** "). The mentioned unit's offer was not guaranteed by underwriting.
- 1.2. Sophisticated Investors committed in an early commitments to submit orders for the purchase of NIS 303,395,000 par value Debentures (series 7), in quantity and prices as detailed in the Shelf Offer Report.
- 1.3. The following are the results of the Public Offer Bid of Debentures (series 7):
 - a) 57 orders for the purchase of 303,435 units were submitted, from which 56 orders by Sophisticated Investors for the purchase of 303,395 units according to early commitments.

- b) The unit price set in the bid is NIS 1,255 (hereinafter as for this article 1, the "**Closing Price**").
 - c) 48 orders for the purchase of 249,153 units for a price higher than the Closing Price, and 9 orders for the purchase of 54,282 units for the Closing Price, were fully accepted.
- 1.4. The total orders for Debentures (series 7) accepted as detailed above amounts to 303,435 units.
 - 1.5. The total (gross) consideration from the aforementioned accepted orders of Debentures (series 7) amounts to approx. NIS 380 million.

2. Debentures (series 9)

- 2.1. In the framework of the Shelf Offer Report the Company offered to the public up to 270,000,000 Debentures (series 9), registered under a name, of par value NIS 1 each. The debentures (series 9) were offered to the public in 270,000 units, as every unit consists of NIS 1,000 par value debentures (series 9), in a Uniform Offer, by the way of a bid on the unit's price, which shall not be less than NIS 1,027 per unit (hereinafter as for this article 2, the "**Public Offer Bid** "). The mentioned unit's offer was not guaranteed by underwriting.
- 2.2. Sophisticated Investors committed in an early commitments to submit orders for the purchase of NIS 183,918,000 par value Debentures (series 9), in quantity and prices as detailed in the Shelf Offer Report.
- 2.3. The following are the results of the Public Offer Bid of Debentures (series 9):
 - a) 39 orders for the purchase of 183,968 units were submitted, from which 38 orders by Sophisticated Investors for the purchase of 183,918 units according to early commitments.
 - b) The unit price set in the bid is NIS 1,027 (hereinafter as for this article 2, the "**Closing Price**").
 - c) 32 orders for the purchase of 96,459 units for a price higher than the Closing Price, and 7 orders for the purchase of 87,509 units for the Closing Price were fully accepted.
- 2.4. The total orders for Debentures (series 9) accepted as detailed above amounts to 183,968 units.

2.5. The total (gross) consideration from the aforementioned accepted orders of Debentures (series 9) amounts to approx. NIS 190 million.

The total (gross) consideration from the issuance of the two series of Debentures is approx. NIS 570 million.

The company thanks the investing public for its participation in the offer.

Sincerely,

Israel Corporation Ltd.

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: 26/06/2012