

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

Address: P.O.B. 20456, Tel Aviv 61204

Tel: 03-6844517, 6844500, Fax: 03-6844587

Email: MAYAAK@ISRAELCORP.COM

Date of Transmission: 04/04/2013

Reference: 2013-01-025933

To:

The Securities Authority

www.isa.gov.il

To:

The Tel Aviv Stock Exchange

www.tase.co.il

Immediate Report

The Event: Deletion of the V-CARS claim

Further to section 22.b. of the Company's financial reports dated December 31, 2012, the Company hereby announces that at the request of V-CARS (the "Plaintiff") the Court of Appeals of the State of New York ordered to delete the the Plaintiff's appeal against the judgment of the District Court of the State of New York, who decided to summarily dismiss the Plaintiff's claim against the Company.

Accordingly, the aforementioned appeal was deleted, and there is no legal proceedings pending against the Company on this issue.

One cause between the plaintiffs and Chery still faces investigation, all as detailed the Company's financial reports.

.

The date when the event first became known to the corporation: April 03, 2013

time: 20:00

The name of the authorized signatory to the report and the name of the authorized electronic signatory: Maya Alcheh-Kaplan

Position: Vice President, General Counsel and Company Secretary

Date of signing: April 04, 2013