

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

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

Immediate Report

The Event: ICL - Tax Authority notification

Attached hereto an immediate report of Israel Chemicals Ltd.

The date when the event first became known to the corporation: December 31, 2013

Time: 09:27

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: December 31, 2013



December 31, 2013

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Subject: Immediate Report Regarding the Tax Authority Notification

The Company hereby announces that they received an assessment from the Tax Authority on December 29, 2013 requiring ICL to make an additional tax payment of around \$ 230 million, over and above the amount paid, for the years 2009 to 2011.

The Tax Authority's main contention is that the ICL subsidiaries, Dead Sea Works and Rotem Amfert Negev, are not entitled to benefits under the Encouragement of Capital Investments Law, as of the effective date of Amendment No. 60 of the said Law in 2005.

The Company disagrees with the Tax Authority's position and is holding legal opinions supporting their view. The Company intends to surmount the Tax Authority assessment.

Sincerely,

Israel Chemicals Ltd.