

September 22, 2014

### Immediate Report Regarding a Petition to Approve a Class Action

The Company wishes to report that on September 21, 2014, the Company received a petition submitted to the District Court requesting to certify a class action against the Company's subsidiary, Dead Sea Works Ltd. ("**DSW**"), in the amount of approximately NIS 96.4 million (approximately \$26.5 million). According to the petition, the plaintiff is a farmer who has bought and currently buys potash in Israel, which is produced by DSW, for fertilization purposes.

As part of the petition, the Court was requested, among others, as follows:

1. To certify the claim as a class action under the Class Actions Act, 2006 (the "**Class Action Law**").
2. To determine that the claim will be filed on behalf of (a) all the potash consumers in Israel, or consumers in Israel of products in which potash is a component therein (mainly complex fertilizers), in the period commencing around the date of the deregulation of potash prices in Israel (during 2006) and ending at the date of the certification of the petition (the "**Group**"); (b) alternatively, to determine any other definition to the Group, in accordance with the facts, evidence and data that will be presented in the discussions on the approval of the petition as a class action.
3. To instruct that DSW will compensate the Group members in an amount equal to the damage caused in Israel, as set forth in the economic opinion attached as an appendix to the petition, and to order DSW to pay the compensation amount to the Group members.
4. To declare and determine that DSW has misused its power as a monopoly while violating the Antitrust Law, 1988, by way of charging an excessive and unfair price for potash, contrary to the Antitrust Law.
5. To declare and determine that DSW was part of a restrictive arrangement, which was not approved by law, for fixing of potash prices or quantities, or at least, that DSW was part of a restrictive arrangement which was not approved by law, for transfers of sensitive information about prices and quantities, between competitors.



It should be noted, that the total sales of potash in Israel, in 2013, to the Group, that to the best of the Company's understanding is the Group defined in section 2 above, constitutes less than 1% of the Company's total sales in this year.

The Company and its legal counsels are examining the petition.

Name of authorized signatory on the report and name of authorized electronic reporter: Lisa Haimovitz.

Position: VP, General Counsel and Company Secretary.

Signature Date: September 22, 2014.