

This is an English convenience translation from the original Hebrew version. In case of any discrepancy, the binding version is the Hebrew original.

**Israel Corporation Ltd.**

Registrar Number: 520028010

**Form 121**

Securities of the Corporation are listed in the Tel Aviv Stock Exchange

**Public**

Short name: Israel Corporation

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

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Date of Transmission: January 6, 2015

Reference: 2015-01-004699

To:

The Securities Authority

[www.isa.gov.il](http://www.isa.gov.il)

To:

The Tel Aviv Stock Exchange

[www.tase.co.il](http://www.tase.co.il)

**Immediate Report**

The Event: Completion of the Distribution Act

Further to the Company's immediate reports dated December 31, 2014 and January 4, 2015, the Company hereby announces that the conditions precedent to the completion of the Distribution Act (within its meaning in the Company's revised transaction report dated December 23, 2014, the "**Transaction Report**") were fulfilled, following the receipt of the New York Stock Exchange (NYSE) authorization for the listing for trade of the shares of Kenon and the approval of the Tel Aviv Stock Exchange of the listing of Kenon Holdings Ltd. ("**Kenon**") for trade (in accordance with the provisions stipulated by it), and after that on January 5, 2015 Kenon's registration statement in the US was declared effective by the US Securities and Exchange Commission (SEC) (and Kenon issued a registration statement in Israel). The trade in shares of Kenon at the New York Stock Exchange (NYSE) is expected to commence on January 6, 2015 in "when-issued trading" format, as stated in the Transaction Report. For further details regarding the date of completion of the act and the distribution dates of the cash dividend and the dividend in-kind in the framework of the Distribution Act see the Company's reports dated January 4, 2015.

The date when the event first became known to the corporation: January 6, 2015

Time: 09:00

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

Position: Vice President, General Counsel and Company Secretary

Date of signing: January 6, 2015