

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

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

Public

Sort name: Israel Corporation

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

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Date of Transmission: 01/07/2010

Reference: 2010-01-540885

To:

The Securities Authority

www.isa.gov.il

To:

The Tel Aviv Stock Exchange

www.tase.co.il

Immediate Report

The Event: Possible Issuing of debentures to the public

Israel Corporation Ltd. (hereinafter: the "**Company**") respectfully reports that according to the principal approval by the Company's Board of Directors, the Company is considering the possibility of a public offer of debentures by way of issuing new series of debentures and/or new debentures which will be issued by way of expansion of existing series of debentures, this through a uniform offer pursuant to a Shelf Offer Report to be published (to the extent published), by virtue of the Shelf Prospectus of the Company.

It shall be noted that there is no certainty as to the execution of the abovementioned issuance, as well as to the exact timing, outline and scope of such issuance (to the extent executed), which are all subject to the Company's discretion and to the receipt of a permit from the Tel Aviv Stock Exchange for listing the offered debentures for trading.

The date when the event first became known to the corporation: 01/07/2010, time: 13:30.

Reference of former documents in this regard (referring does not constitute incorporation by reference):

Former name of reporting entity:

The Israel Corporation Ltd.

Form structure updated 15/06/2010

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Name of Electronic Reporter: Maya Alcheh Kaplan. Adv. Position: General Counsel (In House) and Company's Secretary. Aranha 23, Millennium Tower, Tel Aviv 61204. Phone – 03-6844517, Fax: 03-6844587, e-mail – mayaak@israelcorp.com