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The Israel Corporation Ltd.

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Adv. Maya Alchek Kaplan

General Counsel (In House) and Company's Secretary

ISRAEL CORPORATION

July 11, 2010

To:
The Securities Authority
via MAGNA

To:
The Tel-Aviv Stock Exchange Ltd.
via MAGNA

Dear Sir/Madam,

Re: Immediate Report - Results of Issuance to the public

Pursuant to article 30 of the Securities Law, 1968 and the Securities Regulations (Notice of results of the offer in a prospectus), 1969, the Company hereby reports the results of an issuance of securities by virtue of a Shelf Offer Report published on July 7, 2010 (the "**Shelf Offer Report**"), pursuant to a shelf prospectus published on May 5, 2010 (the "**Shelf prospectus**").

1. Debentures (series 7)

- 1.1. In the framework of the Shelf Offer Report the Company offered to the public, by way of expansion of existing series of debentures, up to 468,512,000 Debentures (series 7), registered on name, of par value NIS 1 each. The Debentures (series 7) were offered to the public in 467,512 units, each unit consists of 1,000 NIS par value Debentures (series 7), by the way of a bid on the unit's price, which shall not be less than 1,202 NIS per unit (the "**Public Offer Bid** ")
- 1.2. Classified Investors committed in an early commitment to place an order for the purchase of 404,120,000 NIS par value Debentures (series 7), in quantity and prices as detailed in the Shelf Offer Report.
- 1.3. The unit's offer was not guaranteed by underwriting.
- 1.4. The Public Offer Bid took place on July 8, 2010. The list of signed orders for Debentures (series 7) offered to the public was closed on July 8, 2010 at 16:30.
- 1.5. The following are the results of the Public Offer Bid of Debentures (series 7):
 - a) 261 orders for the purchase of 486,377 units were submitted, from which 55

orders by Classified Investors for the purchase of 404,120 units according to the early commitments of the Classified Investors as aforesaid, and 206 orders from the public for the purchase of 82,217 units.

- b) The unit price set in the bid is 1,202 NIS ("**Closing Price**").
- c) 52 orders of Classified Investors for the purchase of 377,942 units for price a higher than the Closing Price - were fully accepted.
- d) 195 orders of the public for the purchase of 81,693 units for a price higher than the Closing Price - were fully accepted.
- e) 3 orders of Classified Investors for the purchase of 26,178 units for the Closing Price - were partly accepted such that every Classified Investor received 30.09% of his order.
- f) 11 orders of the public for the purchase of 524 units for the Closing Price - were denied.
- g) The total orders for Debentures (series 7) accepted as detailed above amounts to 576,512 units.
- h) The total (gross) consideration from the accepted orders for Debentures (series 7) amounts to 561,949 thousand NIS.

2 . Debentures (series 9)

- 2.1. In the framework of the Shelf Offer Report the Company offered to the public up to 482,497,000 Debentures (series 9), registered on name, of par value NIS 1 each. The debentures (series 9) were offered to the public in 482,497 units, each unit consists of 1,000 NIS par value debentures (series 9), by the way of a bid on the interest rate, which shall not be less than 6% (the "**Public Offer Bid**")
- 2.2. Classified Investors committed in an early commitment to place an order for the purchase of 414,247,000 NIS par value Debentures (series p), in quantity and prices as detailed in the Shelf Offer Report.
- 2.3. The unit's offer was not guaranteed by underwriting.
- 2.4. The Public Offer Bid took place on July 8, 2010. The list of signed orders for Debentures (series 9) offered to the public was closed on July 8, 2010 at 16:30.
- 2.5. The following are the results of the Public Offer Bid of Debentures (series 9):

- a) 629 orders for the purchase of 469,577 units were submitted, from which 71 orders by Classified Investors for the purchase of 414,247 units according to the early commitments of the Classified Investors as aforesaid, and 558 orders from the public for the purchase of 55,330 units.
- b) The interest rate set in the bid is 6% ("**Closing Interest Rate**").
- c) 61 orders of by Classified Investors for the purchase of 374,192 units which stipulated a lower price than the Closing Interest Rate - were fully accepted.
- d) 522 orders of by the public for the purchase of 51,320 units which stipulated a lower price than the Closing Interest Rate - were fully accepted.
- e) 10 orders of by Classified Investors for the purchase of 40,055 units which stipulated the Closing Interest Rate - were fully accepted.
- f) 36 orders of by the public for the purchase of 4,010 units which stipulated the Closing Interest Rate - were fully accepted.
- g) The total orders for Debentures (series 9) accepted as detailed above amounts to 469,577 units.
- h) The total (gross) consideration from the accepted orders for Debentures (series 9) amounts to 569,577 thousand NIS.

2.6. The Interest Rate of debentures (series 9):

- a) The Annual Fix Interest Rate of debentures (series 9) is 6%.
- b) The Interest Rate of debentures (series 9) that will be paid in any maturity date (excluding the first maturity date of the interest) is 3%.
- c) The Interest Rate that will be paid on 31.12.2010 due to the period of the first interest of debentures (series 9) (that is the period from 11.7.2010 to 31.12.2010, based on 365 days per year according to the number of days in the said period) is 2.84383%.

The company thanks the investing public for its participation in the offer.

Sincerely,

Israel Corporation Ltd.