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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

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Date of Transmission: May 29, 2016

Reference: 2016-01-036456

To:

To:

The Securities Authority

The Tel Aviv Stock Exchange

www.isa.gov.il

www.tase.co.il

Offerer's notice on the results of the offer in the prospectus

Pursuant to section 30 of the Securities Law-1968 and to Securities Regulations (Notice of Results of the Offer in a Prospectus), 1969

Prospectus is a shelf prospectus

1. Attached are the results of the offer according to a prospectus which reference number of its issuance is 2016-01-059611.

Prospectus number: 29690

2. A. Total securities which were offered in the prospectus:

Bonds	Israel Corporation bonds 10	5760236	760,000,000	100	0
Bonds	Israel Corporation bonds 11	5760244	640,000,000	100	0

3. Total of securities according to their type, which were ordered according to the prospectus:

5760236	Israel Corporation bonds 10	661,941,000	1	661,941,000.00	Institutional investors
5760244	Israel Corporation bonds 11	490,534,000	1	490,534,000.00	Institutional investors
5760236	Israel Corporation bonds 10	13,258,000	1	13,258,000.00	Other

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5760244	Israel Corporation bonds 11	20,087,000	1	20,087,000.00	Other
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Explanation: 1 - Price in Israeli Agorot - the consideration per one security in Agorot.

4. Total of securities according to their type and according to types of orderes, which their order was not accepted:

5760236	Israel Corporation bonds 10	0	1	0	_____
5760244	Israel Corporation bonds 11	0	1	0	_____

Explanation: 1 - Price in Israeli Agorot - the consideration per one security in Agorot.

5. Total of securities according to their type and according to types of orderes, which their order was accepted:

5760236	Israel Corporation bonds 10	661,941,000	1	661,941,000.0	Institutional investors
				0	
5760244	Israel Corporation bonds 11	490,534,000	1	490,534,000.0	Institutional investors
				0	
5760236	Israel Corporation bonds 10	13,258,000	1	13,258,000.00	Other
5760244	Israel Corporation bonds 11	20,087,000	1	20,087,000.00	Other

Explanation: 1 - Price in Israeli Agorot - the consideration per one security in Agorot.

6. **Total of securities which their order was cancelled**

Explanation: if orders were cancelled according to section 26(a) to the Securities Law, 1968

0	0	0
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7. Face value of securities according to tyoes which were purchased by the underwriter of the issuance: 0

8. Face value of securities according to tyoes which were purchased by interested parties: 0

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: May 29, 2016

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Israel Corporation Ltd.

May 29, 2016

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

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

Dear Sir/Madam,

Re: **Immediate Report regarding the Results of an Issuance to the Public according to a Shelf Offer Report dated May 25, 2016**

Pursuant to section 30 of the Securities Law-1968 and to Securities Regulations (Notice of Results of the Offer in a Prospectus), 1969, the Company hereby announces on the results of the issuance according to shelf offer report dated May 25, 2016¹ (hereinafter: the "Shelf Offer Report"):

1. In the Shelf Offer Report the Company has offered to the public the following securities:
 - 1.1. Up to 760,000,000 par value bonds (series 10) of the Company (NIS bonds not linked), registered under a name, of NIS 1 par value each, which were offered by way of issuance of new series which will be listed for trade at the Tel Aviv Stock Exchange Ltd. (hereinafter: the "Exchange"), by a uniform offer according to the Securities Law Regulations (Offer of Securities to the Public), 2007 (hereinafter: the "Offer Regulations"). In the Shelf Offer Report, bonds (series 10) 760,000 units were offered to the public, each unit consists NIS 1,000 par value bonds (series 10), by way of bid on the interest rate which the bonds (series 10) will bear, where the maximal interest rate was set on 3.85%, all as detailed in the Shelf Offer Report (hereinafter: the "Maximal interest rate in regard with series 10" and "Series 10 Bid", respectively).
 - 1.2. Up to NIS 640,000,000 par value bonds (series 11) of the Company (bonds linked to USD), registered under a name, of NIS 1 par value each, which were offered by way of issuance of new series which will be listed for trade at the

¹ Reference No. 2016-01-034110. the Shelf Offer Report was issued in accordance with the Company's Shelf Prospectus dated May 5, 2016

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Exchange, by a uniform offer according to the Offer Regulations. ”). In the Shelf Offer Report, bonds (series 11) were offered to the public for 640,000 units, each unit consists NIS 1,000 par value (series 11), by way of bid on the annual interest rate which the bonds (series 11) will bear, where the maximal interest rate was set on 5.0%, all as detailed in the Shelf Offer Report (hereinafter: the “Maximal interest rate in regard with series 11” and “Series 11 Bid”, respectively).

- 1.3. The offer of the units was not secured by underwriting.
2. The public offer bids (Series 10 Bid and Series 11 Bid) were held on May 26, 2016. The list of signatures was sealed on May 26, 2016.
3. According to the results of the public offer bids the following will be issued in total:

- 3.1. **Series 10 Bid - bonds (series 10)**

675,199 units of bonds (series 10) of NIS 675,199,000 total par value, as follows:

- 3.1.1. 372 offers to purchase 585,629 units of bonds (series 10) (of which 64 offers from classified investors to purchase 573,245 units), in which a lower interest rate than the Maximal interest rate in regard with series 10 was set - were all accepted.
- 3.1.2. 35 offers to purchase 89,570 units of bonds (series 10) (of which 12 offers from classified investors to purchase 88,696 units), in which an interest rate equals to the Maximal interest rate in regard with series 10 was set - were all accepted.
- 3.1.3. The annual interest rate which was set in the Series 10 Bid is 3.85%. Accordingly, the semi-annual interest rate to be paid for bonds (series 10) is 1.925%.

The first payment of the interest for bonds (series 10) will be paid on November 30, 2016 with a rate of 1.95137%.

- 3.2. **Series 11 Bid - bonds (series 11)**

510,621 units of bonds (series 11) of NIS 510,621,000 total par value, as follows:

- 3.2.1. 431 offers to purchase 439,953 units of bonds (series 11) (of which 74 offers from classified investors to purchase 420,984 units), in

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which a lower interest rate than the Maximal interest rate in regard with series 11 was set - were all accepted.

3.2.2. 23 offers to purchase 70,668 units of bonds (series 11) (of which 3 offers from classified investors to purchase 69,550 units), in which an interest rate equals to the Maximal interest rate in regard with series 11 was set - were all accepted.

3.2.3. The annual interest rate which was set in the Series 11 Bid is 5.0%. Accordingly, the semi-annual interest rate to be paid for bonds (series 11) is 2.5%.

The first payment of the interest for bonds (series 11) will be paid on November 30, 2016 with a rate of 2.53425%.

4. The total consideration (gross) for the orders which were accepted as mentioned above totals in approximately NIS 1.186 billion.

Sincerely,
Israel Corporation Ltd.

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: May 29, 2016

