

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

Short name: Israel Corporation

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Date of Transmission: January 17, 2016

Reference: 2016-01-011323

To:

The Securities Authority

www.isa.gov.il

To:

The Tel Aviv Stock Exchange

www.tase.co.il

**Immediate Report**

The Event: Completion of purchase of the Joint Venture

Attached is an immediate report of Israel Chemicals Ltd.

The date when the event first became known to the corporation: January 15, 2016

Time: 13:30

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: January 17, 2016



January 15, 2016

**Completion of 15% Investment in Yunnan Yuntianhua Co., Ltd.**

Further to the Company's announcements of December 16, 2014 and October 12, 2015, regarding the formation of ICL's phosphate joint venture in China (the "YPH JV") with Yunnan Yuntianhua Group, and to Item 4 "Information on the Company" of the Company's 2014 Annual Report & Note 11 of the Company's 2014 Financial Statements, filed on March 20, 2015, the Company wishes to announce that its wholly-owned subsidiary in China ("ICL China"), has completed an investment in 15% of the issued and outstanding share capital on a fully diluted basis of Yunnan Yuntianhua Co., Ltd ("YTH"), a Shanghai Stock Exchange listed company, against payment of approximately \$250 million in RMB, which represent 8.24 RMB/share as determined on December 16, 2014. The share price at the closing date is 9.10 RMB/Share. ICL's investment in YTH was part of the transaction related to the formation of the YPH JV, which was completed at October 2015. The investment in YTH was completed following its approval by China's Ministry of Commerce and its Securities Regulatory Commission.

As part of the investment in YTH, ICL China will nominate two out of 11 board members, one of whom will be Stefan Borgas, ICL's President & CEO. ICL's representation on YTH's board, as well as on a phosphate business committee that will be established to oversee YTH's phosphate business, as well as ICL's right to appoint deputy general managers for YTH and two of its subsidiaries, is expected to permit ICL to have oversight over these businesses and to contribute to their growth and profitability.

Israel Chemicals Ltd.

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

Lisa Haimovitz

Position: Senior VP General Counsel and Company Secretary

Signature Date: January 15, 2016