

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

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

Tel: 03-6844517, 6844500, Fax: 03-6844587

Email: MAYAAK@ISRAELCORP.COM

Date of Transmission: May 25, 2016

Reference: 2016-01-033222

To:

To:

The Securities Authority

The Tel Aviv Stock Exchange

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

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

**Immediate Report**

The Event: Maalot's Report ilA+ Bonds Issuance

Attached is Maalot's report.

The date when the event first became known to the corporation: May 25, 2016 Time:  
09:50

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 25, 2016

# Israel Corporation Ltd.

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May 25, 2016

## New Issue

### 'iA+' Rating Assigned To Bond Issue Of Up To NIS 1.4 Billion Par Value

**Primary Credit Analyst**

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Please note that this translation was made for the company's use only and under no circumstances obligates Standard & Poor's Maalot. In the case of any discrepancy with the official Hebrew version published on May 25, 2016, the Hebrew version shall apply.

## New Issue

# 'ilA+' Rating Assigned To Bond Issue Of Up To NIS 1.4 Billion Par Value

Following our announcement of May 5, 2016, Standard & Poor's Maalot hereby announces that the 'ilA+' rating assigned to bonds that will be issued by Israel Corporation Ltd. (ilA+/Negative) through the issuance of new series (Series 10 and 11) applies to bonds of up to NIS 1.4 billion. The proceeds will be mainly used for debt refinancing.

For additional information on Israel Corporation Ltd.'s issuer rating, see our rating report dated January 26, 2016.

### Rating Detail (As of 25-May-2016)

#### Israel Corporation Ltd.

##### Issuer Credit Rating(s)

|                          |               |
|--------------------------|---------------|
| Local Currency Long Term | ilA+/Negative |
|--------------------------|---------------|

##### Issue Rating(s)

###### Senior Unsecured Debt

|             |      |
|-------------|------|
| Series 7, 9 | ilA+ |
|-------------|------|

|                           |      |
|---------------------------|------|
| New Series (Series 10,11) | ilA+ |
|---------------------------|------|

##### Rating History

|                          |  |
|--------------------------|--|
| Local Currency Long Term |  |
|--------------------------|--|

|                  |               |
|------------------|---------------|
| January 25, 2016 | ilA+/Negative |
|------------------|---------------|

|                    |             |
|--------------------|-------------|
| September 21, 2009 | ilA+/Stable |
|--------------------|-------------|

|                   |                |
|-------------------|----------------|
| February 11, 2009 | ilAA-/Negative |
|-------------------|----------------|

|                   |                |
|-------------------|----------------|
| November 30, 2008 | ilAA/Watch Neg |
|-------------------|----------------|

|                  |             |
|------------------|-------------|
| January 01, 2007 | ilAA/Stable |
|------------------|-------------|

|               |         |
|---------------|---------|
| July 12, 2006 | ilAA/-- |
|---------------|---------|

|               |               |
|---------------|---------------|
| July 03, 2005 | ilAA/Negative |
|---------------|---------------|

##### Other Details

|                   |                  |
|-------------------|------------------|
| Time of the event | 08:42 25/05/2016 |
|-------------------|------------------|

|  |                  |
|--|------------------|
| Time when the analyst first learned of the event | 08:42 25/05/2016 |
|--|------------------|

|                     |        |
|---------------------|--------|
| Rating requested by | Issuer |
|---------------------|--------|

### **Credit Rating Surveillance**

S&P Maalot conducts surveillance activities on developments which may affect the creditworthiness of issuers and specific bond series which it rates, on an ongoing basis. The purpose of such surveillance is to identify parameters which may lead to a change in the rating.

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