



Delek Subsidiary Chosen as "Preferred Offeror" for the Three Pi Gllot Fuel Terminals

Tel Aviv, June 5, 2007, Delek Group (TASE: DLEKG) announced that today, June 5, 2007, as part of the procedure for the sale of Pi Gllot Oil & Pipe Terminals Ltd. (hereinafter: "Pi Gllot"), the Government of Israel's representatives chose Delek - the Israel Fuel Corporation Ltd. (Hereinafter "Delek Fuel Corp."), a Delek subsidiary, as the "Preferred Offeror" for the acquisition of the three fuel terminals offered as part of the sale procedure (Ashdod, Jerusalem and Beer Sheva). The terminals will be sold as one group, following Delek Fuel Corp.'s offer, as part of the sale procedure, of NIS 800 million.

The completion of the transaction of the said fuel terminals is subject to the terms set out in the Pi Gllot sale procedure, including the receipt of the approval of Israel's anti-trust commissioner.

Information about Pi Gllot

Pi Gllot Oil & Pipe Terminals Ltd., in which Delek – the Israel Fuel Corporation Ltd. currently holds 15.3%, is an Israeli company which owns the real estate rights in storage and supply facilities of petroleum products in Jerusalem (an area of 76,000 m²), in Beer Sheva (an area of 87,000 m²) and in Ashdod (320,000 m²). These facilities contain tanks where the different petroleum products are stored. As of the reporting date, Pi Gllot is engaged in the paid storage and supply of petroleum products to gas companies.

About The Delek Group

The Delek Group is one of the leading and most prominent and dynamic investment groups in Israel.

The Delek Group is diversified into the following three major subsidiaries:

- Delek Petroleum, with its two subsidiaries: Delek Israel, a gasoline and lubricants distributor in Israel, and Delek USA (NYSE:DK), which operates gas stations and convenience stores and a oil refinery in Southern United States.
- Delek Investments and Properties, a holding company with subsidiaries in the energy, infrastructure, automotive, finance and media sectors.
- Delek Real Estate, through its subsidiaries Dankner and Delek Belron Investments, owns and manages prime global real-estate investments.

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