

This is an English translation from the original Hebrew version. In case of any discrepancy, the binding version is the Hebrew original.

ISRAEL CORPORATION LIMITED

10th July, 2007
Ref: 2007-01-320755

Securities Authority

Tel Aviv Stock Exchange

Dear Sirs,

Israel Corporation Ltd. (“the Company”)

Further to the Immediate Report dated 26th June 2007 (ref: 2007-1-305395) relating to a material private offer and to a non-material private offer (“**the Offer Notice**”), the Company gives notice that the total cost to the Company of the remuneration of the incoming CEO of the Company is NIS 185 thousand per month (for the removal of doubt, not including the option plan referred to in the Offer Notice and bonuses). It is also pointed out that the total cost to the Company of the remuneration of “senior officers of the Company” (as defined in the Offer Notice) in the aggregate is NIS 186 thousand per month (for the removal of doubt, not including the option plan referred to in the Offer Notice and bonuses).

Yours faithfully,

Noga Yatziv