

**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**

11<sup>th</sup> December, 2006

Securities Authority

Tel Aviv Stock Exchange

Dear Sirs,

**Immediate Report**

At the request of the Securities Authority, Israel Corporation Ltd. (hereinafter - the "Company") sets out below some particulars taken from the presentation given by the Company to analysts.

Zim Integrated Shipping Services Ltd., (hereinafter - "Zim") a 98% owned subsidiary of the Company, is undergoing an organizational efficiency and savings program in pursuance of which, during the period from July 2005 until September 2006, approximately \$ 120 million has been saved. These savings are included in the reported financial results.

During this period Zim opened four new lines of which trade with the US is the main activity; these lines include a global line from Asia to the Caribbean and US south coast ports.

Yours faithfully,

Noga Yatziv  
Company Secretary