

**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**

15<sup>th</sup> May, 2007

Securities Authority

Tel Aviv Stock Exchange

Dear Sirs,

**Immediate Report**

Attached is an Immediate Report of ICL Israel Chemicals Ltd., a subsidiary of Israel Corporation Ltd., as to sanctions in Dead Sea Works Ltd.

Time upon which the event first came to the notice of the Company: 14<sup>th</sup> May 2007 at 17:50.

Yours faithfully,

Noga Yatziv

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**ICL-ISRAEL CHEMICALS LIMITED**

14<sup>th</sup> May, 2007

Securities Authority

Tel Aviv Stock Exchange

Dear Sirs,

**Immediate Report as to an Event or Matter outside the Ordinary Course of Business**

Regulation 36(a) of The Securities (Periodic and Immediate Reports) Regulations 1970

We beg to give notice that as a result of disagreements between the management of Dead Sea Works (“DSE”) of the fertilizers division of ICL and between the workers council relating to the renewal of the general employment agreement, the workers of DSW have imposed sanctions which, *inter alia*, include the imposition of limitations of the exit of materials and products out of the gates of DSE. If these sanctions do not end within a few days, this situation may lead to the stoppage of the production plants of DSW and of other companies of the ICL Group. DSW is holding negotiations with the workers and is taking steps to minimize the damage and to restore work to normal.

Time upon which the event first came to the notice of the Company: 14<sup>th</sup> May 2007 at 17:00.

Yours faithfully,

Company Secretary