

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

ICL-ISRAEL CHEMICALS LIMITED

18th September, 2006

Securities Authority

Tel Aviv Stock Exchange

Dear Sirs,

Immediate Report as to an event not in the usual course of business
Nature of Event: Winning the Tender of Hadera Sea Water Desalination

1. Further to our Immediate Report of 9th July 2006, we wish to give notice that a subsidiary of IDE Technologies (Desalination Engineering) ("IDE") has been informed that it has won the tender of the Government of Israel for planning, funding, erection and operation by BOT of a sea water desalination plant in the area of Hadera with a capacity of 100 million cubic meters per annum. The shareholders of the subsidiary are IDE and Housing & Building Holdings Ltd. in equal shares. IDE is 50% owned by our Company.
2. The date and time that the Company became aware of the above event:-
- 18/09/2006 at 15:00

Yours faithfully,

Company Secretary