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

18th May 2005

To:
Securities Authority
22 Kanfei Nesherim Street
Jerusalem, 95464

To:
Tel-Aviv Stock Exchange Ltd.
54 Ahad Haam Street
Tel-Aviv, 65202

Dear Sirs,

Re: Immediate Report

For good order's sake, we hereby announce that today our subsidiary company Oil Refineries Ltd. (hereinafter - "ORL") has confirmed the financial statements dated 31st March 2005.

ORL finished the first quarter of the year with a profit of NIS 281 million approximately as compared with about NIS 65 million in the corresponding period last year.

Sincerely yours,

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Noga Yatziv