

**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**

22<sup>nd</sup> January, 2008  
Ref: 2008-01-022839

Securities Authority

Tel Aviv Stock Exchange

Dear Sirs,

**Immediate Report**

In accordance with the Prospectus of the Company dated 28<sup>th</sup> August 2007 as amended on 16<sup>th</sup> December 2007 (hereinafter together “**the Shelf Prospectus**”) and to the Shelf Offer Report published on 21<sup>st</sup> January 2008 pursuant to the Shelf Prospectus (hereinafter “**the Shelf Offer Report**”), the Company gives notice that the interest rate in respect of the Series 8 Debentures issued by the Company pursuant to the Shelf Offer Report in respect of the first interest period (from 22<sup>nd</sup> January 2008 until 29<sup>th</sup> June 2008) is 2.9808219%. Payment of the interest as aforesaid will be made on 30<sup>th</sup> June 2008.

Yours faithfully,

Noga Yatziv