

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

24th October, 2006

Securities Authority

Tel Aviv Stock Exchange

Dear Sirs,

Immediate Report as to Results of Shareholders' Meeting.

The following are the results of a Shareholders General Meeting held on 24th October 2006:-

1. Summary of resolution: Approval of payment of bonus to Mr. Idan Ofer, Chairman of the Board.
Total shares participating in vote: 6,332,254
Votes in favor: 5,240,628
Votes against: 1,091,626
Percentage of votes against: 17.24%
Percent of votes in favor not having a personal interest: 59.85%
Percent of votes against not having a personal interest out of total company voting rights: 17.24%
Decision of Meeting: Carried
2. Summary of resolution: Extension of period of office of Mr. Yair Sarussi as an External Director.
Total shares participating in vote: 5,136,528
Votes in favor: 5,125,720
Votes against: 10,808
Percentage of votes against: 0.21%
Percent of votes in favor not having a personal interest: 99.29%
Percent of votes against not having a personal interest out of total company voting rights: 0.21%
Decision of Meeting: Carried

Yours faithfully,

Noga Yatziv
Company Secretary