

**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**

25<sup>th</sup> September, 2006

Securities Authority

Tel Aviv Stock Exchange

Dear Sirs,

**Immediate Report as to an event outside the usual course of business  
Paz Oil Company Ltd.**

1. Notice is given that Israel Corporation Ltd. ("Israel Corp") has, at this stage, stopped examining the possibility of investment in Paz Oil Company Ltd.  
Israel Corp. will continue to examine possibilities of investment in the energy field, both in Israel and abroad.
2. The date and time that the Company became aware of the above event:-  
25/09/2006 at 08:00

Yours faithfully,

Noga Yatziv  
Company Secretary