

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

**ISRAEL CORPORATION LTD.**

28th November 2006

Securities Authority  
22 Kanfei Neshirim St.  
Jerusalem, 95464

Tel Aviv Stock Exchange Ltd.  
54 Ahad Haam St.  
Tel-Aviv, 65202

Dear Sirs,

**Immediate Report**

Israel Corporation Ltd. (the "Company") hereby announces that a Merger Agreement between NeuStar Inc. (the "Buyer") and between Followap. Inc. has been signed, by which framework the company will sell its holdings in Followap. Inc, as part of the complete transaction whereby the buyer will buy all the shares of Followap Inc. from all the shareholders.

The company holds about 10% of the shares of Followap Inc.

The relative share of the company amounts to about \$ 14 million.

The capital profit after taxation is expected to amount to \$ 8 million.

Sincerely yours,

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Noga Yatziv