

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

Israel Corporation Ltd.

Millennium Tower, 23 Aranha Street, P.O.B. 20456, Tel-Aviv 61204

Tel: 03-6844517, Fax: 03-6844587

ISRAEL CORPORATION

Adv. Noga Yatziv

Company Secretary and Assistant to the President

February 18, 2009

To:

The Securities Authority

via MAGNA

To:

The Tel Aviv Stock Exchange Ltd.

via MAGNA

Dear Sir/Madam,

Re: **Immediate Report - Change in the Rating of Bonds of Zim**

In accordance with a report given to the Israel Corporation Ltd. (the "**Company**") by Zim Integrated Shipping Services Ltd. ("**Zim**"), the Company hereby reports that on February 18, 2009, Standard & Poor's Maalot Ltd. has informed Zim of a change in the rating of bonds (Series A, B, and C) issued by Zim to (BB+/Negative) from (A/Negative).

Sincerely,

Noga Yatziv