

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

Israel Corporation Ltd.

Registrar Number: 520028010

**Form 121
Public**

Date of Transmission: 01/05/2017

Reference: 2017-01-044589

To:
The Securities Authority
www.isa.gov.il

To:
The Tel-Aviv Stock Exchange Ltd.
www.tase.co.il

Immediate Report

The Event: Approval of a Motion to File a Derivative Action

See Immediate Report attached hereto: [approvalofamotiontofileaderivativeaction.isa.pdf](#)

The date when the event first became known to the corporation: 30/04/2017
Time: 19:00

Name of report authorized signatory and name of authorized electronic signatory: Maya Alchek Kaplan
Position: Vice President, General Counsel and Company's Secretary
Signature date: 01/05/2017

Form structure updated: 30/04/2017

Securities of the corporation are listed in the Tel Aviv Stock Exchange
Short name: Israel Corporation
Address: P.O.B. 20456, Tel Aviv 61204 Tel: 03-6844517, 6844500, Fax: 03-6844587
Email: MAYAAK@ISRAELCORP.COM

Name of Electronic Reporter: Maya Alchek Kaplan. Position: Vice President, General Counsel and Company's Secretary. Address: Aranha 23, Millennium Tower, Tel Aviv 61204. Phone – 03-6844517, Fax: 03-6844587, e-mail: mayaak@israelcorp.com

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May 1, 2017



Israel Corp. Ltd

Israel Corp. Ltd
Millennium Tower 23 Aranha Street P.O. Box 20456 Tel Aviv 61204 Israel
Tel.: (03) 6844517 Fax: (03) 6844587
Attorney Maya Alcheh-Kaplan
Vice President, General Counsel and Company's Secretary

To
The Securities Authority
via MAGNA

To
Tel-Aviv Stock Exchange
via MAGNA

To whom it may concern,

Re: **Immediate Report - Approval of a Motion to File a Derivative Action**

Further to the Company's report dated 12.7.2015 (Reference no.: 2015-01-070356) and to note 20.B of the Company's financial report as of 31.12.16 published on 29.3.2017 (Reference no.: 2017-01-032967), the Company hereby reports, that on 30.4.2017 the District Court of Tel-Aviv-Jaffa approved the motion to file a Derivative Action against the Controlling Shareholders, the former CEO, the CEO, VP General Counsel and Company's Secretary, and the former VP Business Development of the Company (collectively: the "**Officers**"), regarding the payment of bonuses to the Officers by the Controlling Shareholders in connection with the completion of the distribution transaction which is the subject of the Company's transaction report dated 23.12.2014 (Reference no.: 2014-01-229086), and set, *inter alia*, a schedule for the commencement of the proceedings on behalf of the Company by the applicant.

Sincerely,

Israel Corporation Ltd.

Name of report authorized signatory and name of authorized electronic signatory: Maya Alcheh Kaplan
Position: Vice President, General Counsel and Company's Secretary.
Signature date: 1/5/2017