

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)

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

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

Date of Transmission: 27/05/2020
Reference: 2020-01-053301

Immediate Report

Nature of Event: Reduction of Directors Compensation - May 2020

Reference numbers of prior reports on the subject: _____

Israel Corporation Ltd. (the "**Company**") is hereby to report that on May 26, 2020 the Company's board of directors approved, after receiving the audit and compensation committees' approval, a request made by all the directors serving in office (including external directors) to waive a 10% of the annual compensation and compensation for participation (regarding ordinary meetings in place), to which they are entitled, for the period starting from May 2020 and up to the end of 2020. The above is further to Company's CEO and serving VPs' waive of 10% of their current salary during the same period, and all in light of the Corona epidemic outbreak (Covid-19) influence on the financial markets and the economic situation in Israel and throughout the world, acting as support and solidarity with the efforts invested in order to confront with the epidemic influence. It is clarified that the compensation payed to the directors during this waiving term is above the minimal compensation amount, according to Company's class, as indicated in Companies Regulations (Rules Regarding Compensation and Expense reimbursement of External Director) - 2000. It is further clarified that the temporary and voluntary reduction, as per Company officer's request, will not change their compensation and terms of office (including the right to compensation components and social benefits in accordance with their terms of office as applicable regardless of the abovementioned waiving).

The Company *is not* a shell company as defined in the Stock Exchange Regulations

The date when the event first became known to the corporation: *May 26, 2020* Time: *15:00*

Details of the authorized signatories to sign on behalf of the corporation:

Name	Position
<i>Yoav Dopleit</i>	<i>CEO</i>
<i>Maya Alcheh Kaplan</i>	<i>Vice President, General Counsel and Company's Secretary</i>

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: May 27, 2020

Form structure updated: 02/04/2020

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, 03-6844500, Fax: 03-6844587

Email: MAYAAK@ISRAELCORP.COM

Former names of reporting entity: Israel Corporation Ltd.

Name of Electronic Reporter: Maya Alchek Kaplan. Position: Vice President, General Counsel and Company's Secretary.

Address: Aranha 23, Tel Aviv 61204. Phone – 03-6844517, Fax: 03-6844587,

Email: mayaak@israelcorp.com