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.

Registrar's Number: 520028010

Form T121 (Public)

Transmission via Magna: February 2, 2023

Reference No.: 2023-01-013905

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

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

Immediate Report of General Material Information

Nature of the event: *Notice of the Full and Final Early Redemption of Series 10 Bonds of Israel Corporation Ltd.*

Attached hereto is: Immediate Report – Notice of the Full and Final Early Redemption of Series 10 Bonds of Israel Corporation Ltd.

Attached is the file: isa.pdf_10פדיוןמלאוסופישלאגח

The Company is *not* a shell company, as this term is defined in the Rules and Regulations of the Stock Exchange.

The date on which the corporation first learned of the event: *February 2, 2023*, at the time: *12:00 p.m.*

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

	Name of Signatory	Position
1.	*Adv. Maya Alcheh-Kaplan*	*Other* *Vice President, General Counsel & Company Secretary*
2.	*Sagi Kabla*	*CFO*

The name of the authorized signatory to the report and the name of the authorized electronic signatory: Maya Alcheh-Kaplan
Position: Vice President, General Counsel & Company Secretary
Date of signature: February 2, 2023.

Date of update of form structure: December 29, 2022

The securities of the corporation are listed for trading on 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

Previous names of the reporting entity: The Israel Corporation Ltd.

Name of electronic reporter: Maya Alcheh-Kaplan
Position: Vice President, General Counsel & Company Secretary, Name of Employer Company:
23 Aranha St., Tel Aviv, 61204, Tel: 03 – 6844517, Fax: 03 – 6844587, E-mail: mayaak@israelcorp.com

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February 2, 2023

The Securities Authority	The Tel Aviv Stock Exchange Ltd.
www.isa.gov.il	www.tase.co.il

Dear Sir/Madam,

Re: Notice of the Full and Final Early Redemption of Series 10 Bonds of Israel Corporation Ltd.

Israel Corporation Ltd (hereinafter: the "**Company**") hereby respectfully reports that on February 2, 2023, the Board of Directors of the Company approved the full early redemption, at the Company's initiative, of the Company's Series 10 Bonds (hereinafter: the "**Series 10 Bonds**"), which will be implemented on February 19, 2023 (hereinafter: the "**Full Early Redemption**" and the "**Early Redemption Date**," respectively), as set forth below:

1. As of the date of this Report, the balance of the par value of the Series 10 Bonds in turnover is NIS 303,839,550 par value of Series 10 Bonds. The current interest rate for the period from the date of the payment of the previous interest (i.e., November 30, 2022) to the Early Redemption Date is approximately 1.00973%. Accordingly, the interest that will be accrued in respect of the principal amount, as aforesaid, is approximately NIS 3,067,959.

2. In accordance with the provisions of Section 9.2 of the Terms and Conditions Listed Overleaf of the Deed of Trust for the Series 10 Bonds, the amount that will be paid to the Series 10 Bondholders, in the event of early redemption at the Company's initiative, shall be the higher of the following amounts:

   2.1 The market value of the balance of the Series 10 Bonds in turnover, which will be determined according to the average closing price of the Series 10 Bonds during the thirty (30) trading days preceding the date on which the Board of Directors passed the resolution to make the early redemption; **the redemption rate according to this alternative is approximately NIS 1.00642 per NIS 1.00 par value of Series 10 Bonds.**

   2.2 The liability value of the Series 10 Bonds presented for early redemption, i.e., principal plus interest, up until the actual Early Redemption Date; **the redemption rate according to this alternative is approximately NIS 1.01010 per NIS 1.00 par value of Series 10 Bonds.**

2.3 The cash flow balance of the Series 10 Bonds presented for early redemption (principal plus interest), capitalized according to the Yield on Government Bonds,[1] plus interest at an annual rate of 1%. Capitalization of the Series 10 Bonds presented for early redemption shall be calculated from the Early Redemption Date to the last payment date scheduled for the Series 10 Bonds presented for early redemption. **The redemption rate according to this alternative is approximately NIS 1.00879 per NIS 1.00 par value of Series 10 Bonds.**

3. In accordance with the foregoing, on the Early Redemption Date, the Company shall pay the Series 10 Bondholders in accordance with the alternative set forth in Section 2.2 above. The redemption rate in accordance with this alternative is NIS 1.01010 per NIS 1.00 par value of Series 10 Bonds redeemed. The total amount of the Full Early Redemption shall be NIS 306,907,509, and the balance of NIS 3,067,959 out of said amount shall be attributed to interest in respect of the bonds for the period from the date on which the last interest payment was made to the Early Redemption Date at a rate of 1.00973%.

4. In accordance with Section 9.2(d) of the Trust Deed, any amount that is paid by a way of early redemption by the Company shall be paid with respect to all of the bondholders, *pro rata*, according to the par value of the bonds that are held.

5. The amounts stated in this Report are gross amounts, and each Bondholder will be subject to tax liability in respect of his share of said amounts. Tax at source as required by law shall be deducted from the early redemption amount by the Stock Exchange members.

6. The Bondholders entitled to the Full Early Redemption shall be those persons who hold the Company's bonds on the Early Redemption Date.

7. Upon making the early redemption of the Company's Series 10 Bonds, the Company shall repay its liabilities, in full, to the Company's Series 10 Bondholders, and the Series 10 Bonds shall be delisted from trading on the Stock Exchange.

Sincerely yours,

Israel Corporation Ltd.

The name of the authorized signatory to the report and the name of the authorized electronic signatory: Maya Alcheh-Kaplan.
Position: Vice President, General Counsel & Company Secretary
Date of signature: February 2, 2023.

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[1] In this regard: "**Yield on Government Bonds**" means, the average (gross) yield to maturity, during a period of seven (7) business days, ending two (2) business days prior to the date of the Notice of the Early Redemption, of three series of shekel-denominated Government Bonds, with the average life which is the closest to the average life of the Series 10 Bonds on the relevant date.