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 T53 (Public)

To:
The Securities Authority

www.isa.gov.il

To:
The Tel Aviv Stock Exchange

www.tase.co.il

Date of Transmission: 20/03/2022

Reference: 2022-01-031423

Immediate Report on an event or matter that deviates from the normal business of the corporation

Regulation 36 to the Securities Regulations (Periodic and Immediate Reports) (5730-1970)

The Nature of the Event: *Possible Sale of Bazan's Shares*

1. *Following the publications on the media, the Company hereby reports, the a non-binding Minutes of Understanding ("MOU") was signed with HAGAG GROUP REAL ESTATE ENTREPRENEURSHIP LTD ("HAGAG Group") for the sale of 16.69% of the shares of Oil Refineries Ltd. ("Bazan") owned by the Company, in a price of 110 Agorot (1.1 NIS) per share, subject to dividend adjustments. In addition, according to the MOU, if the options granted by the Company to the qualified investors to purchase the remaining 7.3% of Bazan's shares owned by the Company will not be exercised, as mentioned in the immediate report dated November 9, 2021, the Hagag group will receive an option to purchase these shares, in 30 days from the expiration date of the options granted to the qualified investors, at the higher price of: 90% of the average price of Bazan's share price on the securities stock exchange during 15 days prior to the date of expiration of the options; or 91 Agorot (0.91 NIS) per share. The aforementioned sale of these shares, if it will be completed, will be according to the control agreement with the petrochemicals Group. The engagement in such agreement will be subject to each party's board of directors approval, and its completion will be subject, among others, to that Hagag Group will receive control permit for Bazan as required by the Government Companies (Declaration of Essential Interests for the State in Oil Refineries Ltd.) Order, 2007, during 4 months from the date of engagement in a binding agreement (including possibility to extend such period with additional two months). According to the MOU, the HAGAG Group will perform a due diligence process of 45 days in connection with possible purchase as mentioned above, and which in this period the parties will not engage in a conflicting transaction (No Shop). There is no certainty that such non-binding understandings between the parties will mature into binding agreements, and regarding the final terms of the*

agreement to sell Bazan's shares, if it will be signed as aforementioned, the Company will report as applicable.

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The date when the event first became known to the corporation: *March 13, 2022* Time*: 14:00*.

Report delayed in accordance with regulation 36(b):__________

3. If the report delayed - the reason why its submission was delayed: *the publication of the transaction could have worsen opportunity to reach a binding engagement.*

4. On *March 20, 2022* at *7:00* the reporting restriction was removed.

5. The Company is not a shell Company as defined at the stock exchange rules.

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

	Name	**Position**
1	Maya Alcheh Kaplan	Other Vice President, Legal Counsel and Company's Secretary
2	Sagi Kabla	Chief Financial Officer ____________________

Explanation: According to regulation 5 of the Periodic and Immediate Reports Regulations (5730-1970), a report submitted under these regulations will be signed by the authorized signatories on behalf of the corporation. A staff position on the subject can be found on the Authority's website: Click here.

Name of report authorized signatory and name of authorized electronic signatory: Maya Alcheh Kaplan
Position: Vice President, Legal Counsel and Company's Secretary.
Signature date: 20/3/2022.

Reference Numbers of Previous Reports in this Matter (this does not constitute a generalization by way of reference):

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

Previous Name of Reporting Entity: Israel Corporation Ltd.

Name of Electronic Reporter: Maya Alcheh Kaplan. Position: Vice President, Legal Counsel and Company's Secretary. Name of Employing Company Name:
Address: Aranha 23, Tel Aviv 61204. Tel: 03-6844517, Fax: 03-6844587, e-mail: mayaak@israelcorp.com