

Translation from Hebrew. The binding version is in the Hebrew.

Form 053 Public

July 24th, 2006

Reference: 2006-01-061630

The Securities Authority
www.isa.gov.il

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

Immediate Report on an Event or Subject Outside of the Regular Course of Business
(Periodic and Immediate Reports), 5730 – 1970

Regulation 36(a) of Securities Regulations
(Periodic and Immediate Reports), 5730 – 1970
Subject of the Report: Potash Sales to China

1. In response to publications, we wish to report that according to foreign publications, after negotiations which went on for over six months, a deal was concluded for the sale of potash to China for the year 2006 by the Belarusian Potash Company (BPC), with a price rise of approximately \$25 per ton. ICL Fertilizers is at present in discussions with its primary Chinese customer to reach a deal at similar terms. If and when such a transaction is completed – ICL will issue an updated report.
2. The date and time at which the Company became aware of the event or subject:
July 23th, 2006 at 9:00.

Reference of former documents in this regard (referring does not constitute incorporation by reference):

Former name of reporting entity:

Form structure updated 04/06/2006

Name of Electronic Reporter: Aner Berger . Position: General Counsel and Company Secretary.

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