



May 10, 2017

Q1 Dividend Distribution

The Company hereby reports that its Board of Directors, at its meeting held on May 9, 2017, resolved to declare a cash dividend out of the Company's earnings from the first quarter of 2017, in the amount of about US\$ 34 million or about US\$ 0.02600 per share.

Some shareholders will receive the dividend payment in New Israeli Shekels (NIS) and need to take into account the following: the amount of the dividend per share is not final and is subject to changes due to the need to convert the amount from US dollars to NIS, according to Bank of Israel's representative exchange rate on June 5, 2017.

The dividend will be paid only to registered shareholders entitled to receive US\$2 or more.

The record date is June 6, 2017 and the payment date is June 20, 2017. In the current quarter, tax will be as follows: for companies and individuals residents in Israel, the dividend will be exempted from tax for companies, individuals will pay 25%. For foreign residents, the dividend will be taxable at a rate of 25% or according to International Tax Treaties, at the lower. For additional information as to a possible refund procedure for taxes withheld in excess from non-Israeli shareholders per shares traded on NYSE, please visit the Company's webpage, by clicking this [link](#).

Sincerely,

Israel Chemicals Ltd.

Name of the authorized signatory on the report and name of authorized electronic reporter: Lisa Haimovitz

Position: SVP, Global General Counsel and Company Secretary

Signature Date: May 10, 2017