

## **Oil Refineries Ltd.**

January 6, 2008

Israel Securities Authority  
Via electronic communication

Tel Aviv Stock Exchange Ltd.  
Via electronic communication

Re: **Immediate Report**

The Company announces that on January 6, 2008 the Company was, on its own admission, found guilty and convicted of violating the Supervision of Consumer Goods and Services Law, 1996, in that between the months of December 2002 and May 2003 the Company sold one of its products – special city diesel – at a price higher than the maximum price for transportation diesel, as prescribed at the time. Following the Company's conviction, a fine of NIS 5 million (approximately \$1.3 million) was imposed on the Company.

The judgment was based on an amended charge sheet, submitted as part of a plea bargain with the prosecutor. The amended charge sheet included a smaller number of indictments against the Company, as compared to the original charge sheet which was filed on the 9<sup>th</sup> of November 2004. In addition, the amended charge sheet did not include the Company's CEO as an indicted party in addition to the Company.

Respectfully,

Oil Refineries Ltd.