



OIL REFINERIES FILES DRAFT PROSPECTUS FOR DEBENTURE OFFERING

Haifa, Israel, October 25, 2007 - Oil Refineries Ltd. (TASE: ORL) (the "Company"), Israel's largest oil refiner, has announced that it has filed today a draft prospectus with the Israel Securities Authority. The draft prospectus, under which the Company seeks to issue several series of debentures (the "Issue"), was filed based on the Company's financial report as of June 30, 2007.

The terms of the Issue, including the scope of the Issue and when it occur, have yet to be determined, and there is no assurance that the Issue will be completed.

About Oil Refineries Ltd.

Oil Refineries Ltd. (ORL), located in the bay area of the city of Haifa, is Israel's largest oil refinery. ORL operates sophisticated and state-of-the-art industrial facilities with refining capacity of 9 million tons of crude oil per year, with a Nelson complexity index of 7.4, providing a variety of quality products used in industrial operation, transportation, private consumption, agriculture and infrastructure. The Company is also active in the area of Aromatics and Polymers through wholly-owned Gadiv Petrochemical Industries Ltd. and 50% owned Carmel Olefins Ltd. ORL is traded on the Tel Aviv Stock Exchange under the ticker ORL. For additional information please visit the Company's website: www.orl.co.il

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