OIL REFINERIES RECEIVES COMPLEMENTARY NOTICE WITH REGARD TO INTERESTED PARTIES OF THE COMPANY

Haifa, Israel, July 26, 2007 - Oil Refineries Ltd. (TASE: ORL.TA), Israel's largest oil refiner, has announced that further to the Immediate Reports the Company filed with the Tel Aviv Stock Exchange on May 13, 2007 (in Hebrew), and the Press Release issued on May 14, 2007, regarding the cancellation of Memorandum of Understanding, between the Israel Corporation Ltd. (the "Israel Corp.") and Petroleum Capital Holdings Ltd. ("PCH"), and on the signing of a Letter of Undertaking by the Israel Corporation towards Scailex Corporation ("Scailex") and PCH, following please find the Complementary Immediate Report of the Israel Corp (In which the Israel Corporation is referred to as the "Company").

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The below is a non binding translation from Hebrew – for convenience purposes only.

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Israel Corporation Letterhead
July 26, 2007

Israeli Securities Authority	Tel Aviv Stock Exchange Ltd.
22 Kanfei Nesharim Street	54 Achad Ha'am Street
Jerusalem 95464	Tel-Aviv 65202
(By electronic means)	(By electronic means)

Gentlemen:

Re: **Complementary Immediate Report Regarding The Company's Holdings in Oil Refineries Ltd. ("ORL")**

This Immediate Report is filed further and as a complement to the previous Immediate Report published by the Company on May 10, 2007 (the **"Previous Report"**). All the definitions, which are not clearly defined in this report, will come under the definition, as appears in the Previous Report.

As outlined in the Previous Report, the Company has undertaken toward the Scailex Corporation Ltd. ("**Scailex**") and a company it controls, Petroleum Capital Holdings Ltd. ("**PCH**"), within the scope of an irrevocable letter of undertaking ("**the Letter of Undertaking"**), under which it was determined, among other things, that if PCH and Scailex receive all of the Requisite Approvals for control and exerting control means, by, and not later than May 15, 2009 ("**Determining Date**"), then in such a case, the Company will enter into a joint control agreement with them in ORL ("**the Control Agreement**"), pursuant to the wording agreed between the parties and in accordance with the principles detailed in the Previous Report.

The Control Agreement also determines that, from the moment of exercise of the Call Option, granted to PCH under the Control Agreement, and subject to the provisions of law, the parties, as ORL shareholders, will move so that the nomination of ORL's CEO, as well as the auditing accountants and counsels of ORL, its subsidiaries and, as much as possible, its affiliated companies – will be in agreement between the parties of the Control Agreement.

The Control Agreement also determined that, subject to the provisions of law, the nomination of ORL's chairman will be undertaken based on the Company's recommendation. In addition, it was determined that the right of each of the parties to the Control Agreement to nominate members to the board of ORL, based on the principles outlined in the Previous Report, relates to all the board committees, excluding the audit committee, and, where possible, also to the boards of directors of ORL's subsidiaries and affiliated companies.

As outlined in section 3.8 of the Previous Report, the Control Agreement provides several matters about which, if they are put on the agenda and decided at a general meeting of the shareholders of ORL, the parties will agree in advance as to how they will vote on these matters, and, in the absence of agreement, the parties' vote will be decided by an agreed adjudicator. It was also provided (as mentioned in section 3.8 of the Previous Report) that the parties would take action to amend ORL's Articles, so that the decision on those agreed matters, submitted to a decision by the board of directors of ORL, will be sent to a general meeting of the shareholders of ORL for a decision, or the decision on them will require a special majority of 75% of all the directors present. The above will come into effect only following the exercise of the Call Option. Following is a list of the agreed matters.

(a) entry of ORL, or one of its subsidiaries, into new business areas.
(b) issue of shares, or other securities, by ORL, or by its subsidiary.
(c) change in the Articles of ORL, and\or of any of its subsidiaries, and\or of any of its affiliates.
(d) merge, split of reorganization of ORL, or of any of its subsidiaries.
(e) transactions with an interested party which are not part of the normal course of business - of ORL, or of any of its subsidiaries, or of any of its affiliates.
(f) nomination of ORL's auditors.
(g) dissolution or stay of proceedings in ORL, or in each of its subsidiaries, or in each of its affiliates.
(h) A divestiture or acquisition transaction substantial to ORL. Substantial shall mean: the transaction can substantially affect its assets, liabilities or profits.

Respectfully,

Noga Yatziv

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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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