

Edgar Filing: AMERICAN ISRAELI PAPER MILLS LTD - Form 6-K

Attached hereto as Exhibit 1 and incorporated herein by reference is the Registrant's press release dated November 2, 2006.

SIGNATURE

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

AMERICAN ISRAELI PAPER MILLS LTD.
(Registrant)

By: /s/ Lea Katz
Name: Lea Katz
Title: Corporate Secretary

Dated: November 2, 2006

EXHIBIT INDEX

| <u>Exhibit No.</u> | <u>Description</u> |
|---------------------------|--------------------------------------|
| 1. | Press release dated November 2, 2006 |

EXHIBIT 1

NEWS

Client: AMERICAN ISRAELI
PAPER MILLS LTD.

Agency Contact: PHILIP Y. SARDOFF

For Release: IMMEDIATE

**American Israeli Paper Mills Ltd.
Subject to Potential Investigation**

Hadera, Israel, November 02, 2006 In response to the publications in Israeli press, American Israeli Paper Mills Ltd. (ASE:AIP) (the Company or AIPM), announced that the Haifa district manager of the Ministry of Environmental Protection notified the company that, according to the ministry opinion, there are deviations from air quality standards of the Hadera plant, and that an investigation of the matter may be required. Nonetheless, the district manager pointed that the plant had invested a great deal in the improvement of sewage and in other matters of quality of the environment.

The Company pointed out that it has been investing tens of millions of shekels to promote the conversion of the plant from fuel oil to natural gas as customary in the western world, but delays that are out of the Company s control, causes the postponement of the conversion that was supposed to be completed by now.