PRESS ANNOUNCEMENT: FOR IMMEDIATE RELEASE

ISR Capital Grants Short Term Bridging Loan Facility of S$6 Million to Tantalum Holding (Mauritius) Ltd To Advance Critical Rare Earth Project In Madagascar

Singapore, 27 September 2016 – SGX Mainboard-listed ISR Capital Limited ("ISR Capital" or the "Company") announced today that its wholly owned subsidiary, ISR Global Pte. Ltd. ("ISR Global") has entered into a facility agreement with Tantalum Holding (Mauritius) Ltd under which it will grant a short term secured bridging loan facility of up to S$6,000,000 to Tantalum Holding.

Tantalum Holding owns 100 percent of Tantalum Rare Earth Malagasy S.A.R.L., which has a permit to explore and develop a concession hosting critical rare earth oxides (the "Project") in the Ampasindava Peninsula in the Republic of Madagascar.

ISR Capital had on July 1, 2016 announced that it had entered into an agreement with REO Magnetic Pte. Ltd., a private limited company incorporated in Singapore, to acquire its remaining 40.1 percent stake in Tantalum Holding. This had followed a June 10, 2016 announcement where ISR Capital had agreed to acquire 19.9 percent of shareholding in Tantalum Holding. Following the July 1 sales and purchase agreement and upon seeking shareholders' approval of the acquisition, ISR Capital will hold 60 percent of Tantalum Holding.

Tantalum Holding will use the loan for its working capital, for the purpose of developing and advancing the critical rare earth oxides Project in Madagascar.

"We firmly believe in the critical and strategic value of rare earth oxides in the global market place and are always very excited to see the progress made on our rare earth Project in Madagascar. Geologica Pty Ltd, a qualified consultant to the mining industry and a recognised "Competent Person" for the ASX (Australian Securities Exchange), had most recently in July issued an independent report which placed a valuation of US$1.08 billion on the rare earth oxides in the Madagascar concession. Needless to say, we are very pleased by the estimated economic value placed on the assets," said Ms. Quah Su Yin, Executive Director of ISR Capital.

"Now that we have entered into a facility agreement with Tantalum Holding (Mauritius) Ltd, we are moving one step closer towards the procurement of the pilot production permit, and the consequential extraction of the bulk sampling of rare earth oxides. We are very pleased with this latest development and progression, and will always remain committed toward our shareholders and in maximising returns on their investments for them," added Ms. Quah.

About ISR Capital

Established in June 2000, ISR Capital Limited is in the business of proprietary investment and investment advisory, focusing in the natural resource space, as well as selectively participating

in non-resource projects which show compelling growth prospects, by way of either direct or indirect investments.

ISR Capital Limited has grown from strength to strength, forging strategic partnerships in Singapore, Asia and the Australasian region. Through strategic alliances with the best, ISR leverages on its strong business network and expertise to achieve collaborative growth.