ISR CAPITAL LIMITED
(Company Registration No. 200104762G)
(Incorporated in the Republic of Singapore)
(the "Company")

UPDATED NI 43-101 TECHNICAL REPORT AND INDEPENDENT VALUATION REPORT

Unless otherwise defined all capitalised terms shall have the definitions given in ISR Capital Limited's announcements dated 10 June 2016 and 1 July 2016.

The Board of Directors (the "**Board**") of ISR Capital Limited (the "**Company**") refers to the announcements made by the Company on 10 June 2016 and 1 July 2016 in respect of the Acquisition of 19.9% and 40.1% of the issued and paid-up share capital of Tantalum Holding (Mauritius) Ltd ("**Proposed Acquisition**") and wishes to inform shareholders that the Updated NI 43-101 Technical Report issued by SGS Canada Inc. on 10 June 2016 will be made available to shareholders via the Company's website at www.isrcap.com in due course.

The Company engaged Geologica Pty Ltd ("Geologica") to perform an independent valuation of the estimated economic value of the rare earth elements assets hosted by the licensed area located in the eastern part of the Ampasindava Peninsula, the province of Antsiranana, in the Republic of Madagascar. An Independent Valuation Report, assessed in accordance with the standards prescribed by the Code for the Technical Assessment and Valuation of Mineral and Petroleum Assets and Securities for Independent Expert Reports, 2015 edition (**VALMIN**) and the Code for Reporting of Exploration Results and Mineral Resources 2012 (**JORC**), was issued by Geologica Pty Ltd on 15 July 2016.

Geologica has chosen two methods, the "Yardstick Method" and the "Precedents/Comparability Method" as being the more suitable methods to valuing the rare earth element assets hosted by the licensed area. After assigning a weight of 60% to the value attributed by the Yardstick Method and a weight of 40% to the value attributed by the Precedents/Comparability Method, Geologica concluded that a valuation amount of **US$1.08 billion** was considered to be a fair and reasonable value for the rare earth elements assets. This represents a reasonable value for the assets within a standard margin of error of +/- 10%. Please read the Independent Valuation Report issued by Geologica Pty Ltd in its entirety, which will also be made available to shareholders via the Company's website at www.isrcap.com in due course.

In addition, the Board would like to update shareholders that the Company understands from management of the Operating Company that it is in the process of applying for a pilot production permit. Management of the Operating Company has also informed the Company that the National Environmental Office of Madagascar has approved the terms of references presented by the Operating Company and the Operating Company is now finalising the Environmental Impact Assessment for the pilot production. Pilot production is planned to run for 200 days with a daily output of 1 tonne per day of 92% mixed rare earths oxide.

By Order of the Board
ISR Capital Limited

Quah Su-Yin
Chief Executive Officer and Executive Director
16 July 2016