PRESS RELEASE

ISR Capital Announces Share Placements to Raise Gross Proceeds of S$12 Million

Singapore, 5 September 2016 – SGX Mainboard-listed ISR Capital Limited (the "Company") announced today that it has on 2 September 2016 entered into Subscription Agreements under which it will issue an aggregate of 141,176,470 new ordinary shares in the share capital of the Company to four investors at the Issue Price of S$0.085 per Subscription Share. The exercise will raise an aggregate of S$12 million in gross proceeds for the Company.

The Issue Price represents a discount of approximately 5.8 percent to the weighted average price of S$0.0903 for trades done on the shares of the Company on the Singapore Exchange Securities Trading Limited ("SGX-ST") on 2 September 2016, being the last full market day on which Shares were traded prior to the date of signing of the Subscription Agreements.

The Issue Price was arrived at following arm's length negotiations between the Company and the Subscribers, taking into account the prevailing Share Price, the financial position of and the prospect of the proposed acquisition by the Company of a 60 percent shareholding in Tantalus (Mauritius) Holding Ltd ("TRM") from REO Magnetic Pte. Ltd. TRM wholly owns Tantalum Rare Earth Malagasy S.A.R.L. , which is entitled to the rights under an exploration permit granted by the Malagasy government to explore a concession area which is reported to host rare earth oxides (the "Project") in the Ampasindava Peninsula in the Republic of Madagascar.

"We are pleased to have the support of strategic investors who have studied and understand the potential of our rare earths Project in Madagascar. With the proceeds raised, we will be able to advance the Project through the funding of the planned application and receipt of the pilot production permit, and the consequential extraction of the rare earth oxides," said Ms. Quah Su Yin, Executive Director of ISR Capital.

The Subscribers comprise the following:

1. Mr. Chen Tong, an entrepreneur from the Peoples' Republic of China who is also currently the Managing Director of Newview Resources Pte. Ltd. In the past 10 years he has been involved in the development of mineral resources assets and businesses in Australia, Canada, South Africa and Southeast Asia with corporations such as Minmetals, Chinalco, Winsway, Sumitomo and other large enterprises. Before Mr. Chen joined Newview, he was the Managing Director of the department of overseas business for B.M. International Co., Ltd. Mr. Chen's focus in relation to mineral resources has been in coking coal, manganese, nickel and non-ferrous minerals.
2. Mr. Lee Thiam Seng, who is the executive chairman and chief executive officer of ecoWise Holdings Limited, a SGX listed Resource Recovery, renewal energy and integrated environment solutions provider.
3. Mdm. Ong Siew Choo, an accredited investor of independent financial means.
4. Financial Frontiers Pte. Ltd, a Singapore-based boutique private equity firm headed by Mr. Ng Eng Tiong. Financial Frontiers Pte Ltd has been investing in companies with high growth potential from diverse industries, including mineral resources.

The Subscription Shares to be issued and allotted are as follows:

Name of Subscriber	Number of Subscription Shares	Subscription Consideration	Percentage of enlarged share capital of the Company
Mr. Chen Tong	47,058,823	S$4,000,000	± 2.88%
Mr. Lee Thiam Seng	23,529,411	S$2,000,000	± 1.43%
Mdm. Ong Siew Choo	23,529,411	S$2,000,000	± 1.43%
Financial Frontiers Pte.Ltd.	47,058,823	S$4,000,000	± 2.88%

The Subscription Shares to be issued and allotted to each Subscriber will be issued and allotted in two equal tranches.

Additionally, two Subscribers – Mr. Chen Tong and Mr. Lee – have agreed to pay to the Company their respective consideration for the First Subscription Tranche, amounting to a total of S$3,000,000, within 10 days from the date of the Subscription Agreements. This Advance Payment will be made subject to payment by the Company of interest at 5 percent per annum.

Mr. Chen Tong, Mr. Lee and Financial Frontier Pte Ltd were introduced by Empire Capital Partners who were engaged by the Company to raise funds. Mdm. Ong was introduced to ISR Capital by Executive Director, Mr. David Rigoll, from his contacts within the industry.

In accordance with the terms of the engagement with Empire Capital Partners, the Company will pay to Empire Capital Partners a commission of 3 percent of the total proceeds of the placement that it has raised.

The Net Proceeds from the Placement upon completion, after deducting expenses of approximately S$400,000 (including fees of 3 percent), will be approximately S$11,600,000.

Of the Net Proceeds raised, 80 percent will be allocated for working capital in relation to the Proposed Acquisition, while 20 percent will be allocated for general working capital purposes.

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.