

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

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**ISSUE OF 2.0% CONVERTIBLE REDEEMABLE BONDS DUE 2018 WITH AN AGGREGATE  
PRINCIPAL AMOUNT OF UP TO S\$35,000,000  
- ISSUE OF 50,000,000 CONVERSION SHARES**

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*Unless otherwise defined all capitalised terms shall have the definitions given in ISR Capital Limited's announcement dated 18 November 2014 and the Company's Circular to Shareholders dated 24 August 2015.*

The board of directors (the "**Board**") of ISR Capital Limited (the "**Company**") would like to announce that an aggregate amount of S\$3,000,000 of the Tranche 1 Bonds (Certificate Nos. 001 to 060) has been duly issued to the Subscriber as at 18 March 2016 in accordance with the terms and conditions of the Bonds Issue. The Subscriber has on 18 March 2016 exercised its rights to convert four (4) Bonds (Certificate Nos. 020 to 023) in respect of the Tranche 1 Bonds. The converted Bonds, with an aggregate principal value of S\$200,000 will be converted into 50,000,000 Conversion Shares at the Actual Floating Conversion Price of S\$0.0040 for each Conversion Share on 18 March 2016. An aggregate amount of S\$1,150,000 of the Tranche 1 Bonds have been converted as of 18 March 2016.

The Actual Floating Conversion Price of S\$0.0040 was determined by taking 85% of the average of the traded volume weighted average prices per share ("**VWAP**") for any three (3) consecutive Trading Days as selected by the Subscriber during the 30 Trading Days immediately preceding the Closing Date of the first sub-tranche of Tranche 1 Bonds, which fell on 17 September 2015. The three (3) consecutive VWAP selected are as follows:

	Date	VWAP
X	7 September 2015	S\$0.0050
Y	8 September 2015	S\$0.0047
Z	9 September 2015	S\$0.0045

$$\text{Actual Floating Conversion Price} = \frac{(X+Y+Z)}{3} \times 0.85 = \mathbf{S\$0.0040}$$

Accordingly, the Company has issued and allotted 50,000,000 Conversion Shares to the Subscriber on 18 March 2016 and the total number of issued and paid-up shares of the Company has increased from 451,500,100 shares to 501,500,100 shares.

By Order of the Board  
ISR Capital Limited

Quah Su-Yin  
Chief Executive Officer and Executive Director  
18 March 2016