

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

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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 175,000,000 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 following the subscription of the second sub-tranche of Tranche 1 Bonds which amounted to S\$1,000,000 by the Subscriber on 7 October 2015, the Subscriber has on 26 April 2016 exercised its rights to convert fourteen (14) Bonds (Certificate Nos. 027 to 040) in respect of the second sub-tranche of Tranche 1 Bonds. The converted Bonds, with an aggregate principal value of S\$700,000 will be converted into 175,000,000 Conversion Shares at the Actual Floating Conversion Price of S\$0.0040 for each Conversion Share on 26 April 2016. An aggregate amount of S\$1,000,000 of the second sub-tranche of the Tranche 1 Bonds has been converted as of 26 April 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 175,000,000 Conversion Shares to the Subscriber on 26 April 2016 and the total number of issued and paid-up shares of the Company has increased from 581,161,100 shares to 756,161,100 shares.

By Order of the Board  
ISR Capital Limited

Quah Su-Yin  
Chief Executive Officer and Executive Director  
26 April 2016