

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

UPDATE TO SHAREHOLDERS

With reference to recent corporate developments and media reports, the Board of Directors (the “**Board**”) of ISR Capital Limited (the “**Company**”) wishes to provide an update to shareholders.

Following the resignation of Mr David Francis Rigoll (“Mr Rigoll”) as the Executive Director of the Company with effect from 6 March 2017, the Board is of the view that Mr Rigoll’s departure from the Group is not likely to have any significant impact on the Group’s proposed project in Madagascar. The Board has and will continue to arrange for directors and personnel with relevant mining experience to join the Company to oversee and manage the Group’s proposed investment in the exploration and development of the proposed project in Madagascar. The Group remains committed to completing the acquisition of 60% of Tantalum Holding (Mauritius) Ltd from REO Magnetic Pte Ltd.

In the past week, the Company has also announced the issuance of 337,500,000 conversion shares. We wish to refer shareholders to the following announcements made on SGXNet with regards to the details of the Issue of Convertible Redeemable Bonds:

- i. The Proposed Issue of Convertible Redeemable Bonds, dated 18 November 2014;
- ii. The Supplemental Agreement made with respect to the Proposed Issue of Convertible Redeemable Bonds, dated 22 January 2015; and
- iii. The Circular on Proposed Issue of 2.0% Convertible Redeemable Bonds due 2018 with an Aggregate Principal Amount of up to S\$35,000,000, dated 24 August 2015.

To date, the current unutilised net proceeds arising from the issuance of Convertible Redeemable Bonds amounts to S\$1,900,000 raised through the issuance of Sub-Tranche 1 and Sub-Tranche 2 of Tranche 2 convertible redeemable bonds to Premier Equity Fund, which has exercised their option to subscribe for all Tranche 2 Bonds for a principal sum of S\$5,000,000.

The Board of Directors is of the opinion that the issuance of Tranche 2 convertible redeemable bonds should enable the Company and the Group to continue operating as a going concern for the next 12 months.

The Company is currently in talks with several parties to explore and evaluate various options for the Group and will keep our shareholders updated on any material developments.

BY ORDER OF THE BOARD
ISR Capital Limited

Chen Tong
Executive Chairman

30 March 2017