ISR CAPITAL LIMITED
威豪投资集团

EXTRAORDINARY GENERAL MEETING

30 OCTOBER 2018

NOTE:

These slides are prepared for presentation purposes only and do not purport to replace the Circular dated 15 October 2018. Shareholders are advised to refer to the Circular dated 15 October 2018 for information relating to the Proposed Acquisition of 60% shareholding interest held by REO Magnetic Pte Ltd in Tantalum Holding (Mauritius) Ltd.

Proposed Acquisition

Tantalum Holding (Mauritius) Ltd.
("THM")

Background

- **ISR** to acquire 60%-stake in **Tantalum Holding (Mauritius) Ltd** (“THM”)
- The **S$3.0 million** acquisition will be satisfied by listing and quotation of 747,257,307 ordinary shares (S$0.004 per share)
- Received SGX in-principle approval on 14 September 2018, which is not to be taken as an indication of the merits of the Proposed Acquisition, the new shares, the Company and/or its subsidiaries.

About the Asset

- **THM** owns 100% of Tantalum Rare Earth Malagasy S.A.R.L.U ("**TREM**")
- **TREM** holds exploration licence for rare earth concession in Madagascar
- The 238km^2 concession is one of the only known ionic clay mines with rare earth potential outside China, the current world leader in industrial rare earth production

Valuation

- Independent report prepared by Behre Dolbear Australia Pty Limited
- The preferred value of the acquisition is at US$44.5 million (approx. S$61.4 million)

Rationale

- In line with the Company's business strategy to diversify and expand into global rare earths market
- Project, upon completion, may be further developed to derive higher valuation
- Restore shareholder value in the long term

Transaction Structure

- First Sale and Purchase Agreement
- Second Sale and Purchase Agreement
- Addendum
- Four Supplemental Agreements

Financial Implications

- On issued share capital
- On consolidated NTA
- On consolidated EPS

Rare Earths

Industry Outlook

Potential of Rare Earths

- Rare earths make specialised high-tech metal products lighter, smaller, more durable and more energy-efficient
- Critical for production of high-quality permanent magnets; applications in electronics, automotive, medical sectors and more
- Rare earth metals market expected to reach US$8.19 billion by end of 2018 and US$20 billion by 2024*

*Global Market Insights Inc.

Next Steps

Timeline

First and Second SPAs signed
June 2016

SGX In-Principle Approval
Sept 2018

EGM
Oct 2018

Q3 and 9M 2018 Results
Nov 2018

Completion of Proposed Acquisition
Nov / Dec 2018
(tentative)

Full-Year 2018 Results and New Corporate Identity
Feb 2019
(tentative)

AGM
Apr 2019

Madagascar Asset

- Renewal of Exploration Licence (Madagascar Govt.)
- Pilot Production
- Feasibility Study
- Environmental Impact Assessment
- Conversion into PE / Full Mining Licence

Proposed Actions

- Name Change (EGM)
- Fund Raising
- Strategic Partners
- Commercial Production

The Road Ahead

- Exciting New Chapter
- Significant Opportunities for Growth
- Expediting Next Steps: Legal, Corporate
- Straits Hi-Rel
- Exiting the SGX MTP Watch-List

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TOGETHER, WE CHART A NEW CHAPTER

THANK YOU

