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

PLACEMENT OF AN AGGREGATE OF 141,176,470 NEW ORDINARY SHARES IN THE CAPITAL OF THE COMPANY – MORATORIUM ON SHARES AND RECEIPT OF PAYMENT OF MONIES

The board of directors (the "**Board**" or the "**Directors**") of the Company (together with its subsidiaries, the "**Group**") refers to the Company's announcement dated 4 September 2016 (the "**Announcement**") relating to the proposed placement (the "**Placement**") of an aggregate of 141,176,470 new ordinary shares (collectively, the "**Subscription Shares**") at the issue price of S$0.085 per Subscription Share to Mr. Chen Tong, Mr. Lee Thiam Seng, Mdm. Ong Siew Choo and Financial Frontiers Pte. Ltd. (collectively, the "**Subscribers**"). Unless otherwise defined, all capitalised terms herein shall bear the same meanings ascribed to them in the Announcement.

The Board is pleased to announce that the Subscribers have each offered to the Company a moratorium on their respective Subscription Shares by confirming to the Company that the Subscription Shares shall not be sold, transferred or encumbered in any way until a date falling six (6) calendar months from the issue of the relevant Subscription Shares or the date of a takeover of the Company (whether by way of a voluntary or involuntary takeover, or a reverse takeover), whichever is earlier.

The Board is also pleased to announce that the Company has today received payment of the consideration amount in respect of the First Subscription Tranche of 70,588,236 Subscription Shares.

Further announcements on the Placement, including the completion of the First Subscription Tranche of the Placement, will be made by the Company as and when appropriate.

The in-principle approval of the SGX-ST for the listing and quotation of the Subscription Shares is not to be taken as an indication of the merits of the Placement, the Subscription Shares, the Company and/or its subsidiaries.

By Order of the Board
ISR CAPITAL LIMITED

Quah Su-Yin
Chief Executive Officer and Executive Director

19 October 2016