

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 – RECEIPT OF APPROVAL IN-PRINCIPAL**

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. 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 Company has on 11 October 2016 received the in-principle approval of the Singapore Exchange Securities Trading Limited ("**SGX-ST**") for the listing and quotation of the Subscription Shares on the Main Board of the SGX-ST.

The in-principle approval of the SGX-ST is subject to the following:

- (a) compliance with the SGX-ST's listing requirements;
- (b) disclosure via SGXNet the following:
 - (i) shareholding interest of the placees (and beneficial shareholders of the placees, where applicable) before and after the Placement; and
 - (ii) the identity of the person who introduced Mdm Ong Siew Choo to Mr David Rigoll; and
- (c) submission of the following documents:
 - (i) a written undertaking from the Company that it will comply with Rule 704(30) and Rule 1207(20) of the Listing Manual in relation to the use of the proceeds from the Placement and where proceeds are to be used for working capital purposes, the Company will disclose a breakdown with specific details on the use of proceeds for working capital in the Company's announcements on use of proceeds and in the annual report;
 - (ii) a written undertaking from the Company that it will comply with Rule 803 of the Listing Manual; and
 - (iii) a written confirmation from the Company that it will not issue the Subscription Shares to persons prohibited under Rule 812(1) of the Listing Manual.

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

Further announcements on the Placement, including the information required in paragraph (b) above, will be made by the Company as and when appropriate.

By Order of the Board
ISR CAPITAL LIMITED

Quah Su-Yin
Chief Executive Officer and Executive Director

11 October 2016