

RAFFLES EDUCATION CORPORATION LIMITED

(Incorporated in the Republic of Singapore)

(Company Registration No.: 199400712N)

**PLACEMENT OF UP TO 95 MILLION NEW ORDINARY SHARES IN THE SHARE CAPITAL OF
RAFFLES EDUCATION CORPORATION LIMITED**

- UPDATE ON USE OF PROCEEDS

Unless otherwise defined, all capitalised terms used herein shall bear the same meaning ascribed to them in the Company's announcements relating to the Placement and use of Net Proceeds.

Further to the Company's announcement on 17 October 2017 in relation to the use of proceeds from the Placement, the Board wishes to announce that of the balance of \$17.15 million, \$10.35 million has been utilised to repay bank borrowings and \$1.77 million utilised for working capital purposes.

The Company will continue to make periodic announcements on the utilisation of the balance of the Net Proceeds as and when the balance of the Net Proceeds is materially disbursed.

BY ORDER OF THE BOARD

Mr Chew Hua Seng
Chairman and CEO

20 October 2017