RAFFLES EDUCATION CORPORATION LIMITED

(Incorporated in the Republic of Singapore)
(Company Registration No. 199400712N)

USE OF PROCEEDS FROM RIGHTS ISSUE OF CONVERTIBLE BONDS AND PLACEMENT OF CONVERTIBLE BONDS

1. Introduction

1.1 The board of directors (the "**Board**") of Raffles Education Corporation Limited (the "**Company**", together with its subsidiaries, the "**Group**"), refers to the announcements dated 7 June 2022, 8 June 2022, 28 July 2022, 6 August 2022, 22 August 2022, 30 August 2022, 21 September 2022, 23 September 2022 and 27 September 2022 and the offer information statement dated 30 August 2022 issued by the Company (the "**Offer Information Statement**") in relation to the rights issue of convertible bonds and placement of convertible bonds that was completed by the Company on 23 September 2022.

1.2 Unless otherwise defined herein or the context otherwise requires, all capitalised terms used in this announcement shall have the same meanings ascribed to them in the Offer Information Statement.

2. Use of Proceeds from the Rights Issue and Placement

2.1 The Board wishes to announce that out of the net proceeds of approximately S$37.8 million from the Rights Issue and Placement (the "**Net Proceeds**"), the Company has utilised S$28.3million, representing approximately 74.8% of the Net Proceeds as follows:

Use of Net Proceeds	**Amount Utilised (S$ million)**	**Percentage of Net Proceeds**
Repayment of existing loans and interest thereon	26.8	70.9%
General working capital	1.5	3.9%
Total	28.3	74.8%

2.2 The above utilisation of the Net Proceeds is in accordance with the intended use of the Net Proceeds as stated in the Offer Information Statement. The Company will make periodic announcements on the utilisation of the remaining S$9.5 million of the Net Proceeds as and when such proceeds are materially disbursed and will provide a status report on the use of the Net Proceeds in the Company's annual report.

By Order of the Board
RAFFLES EDUCATION CORPORATION LIMITED

30 September 2022