RAFFLES EDUCATION CORPORATION LIMITED
(Incorporated in the Republic of Singapore)
(Company Registration No. 199400712N)
(the "**Company**")

UPDATE ON CLAIMS BY AFFIN BANK BERHAD

The Board of Directors of Raffles Education Corporation Limited ("**Company**") refers to the Company's previous announcements dated 29 July 2021, 11 August 2021, 23 August 2021, 25 August 2021, 30 August 2021, 9 September 2021 and 3 January 2022 relating to the claim by Affin Bank Berhad ("**Affin Bank**") in connection with loan facilities extended by Affin Bank to the Company's wholly-owned subsidiaries, Raffles K12 Sdn Bhd and Raffles Iskandar Sdn Bhd ("**Borrowers**"). Unless otherwise defined, capitalised terms used herein shall have the same meanings as ascribed to them in the Company's announcements dated 29 July 2021 and 11 August 2021.

As previously announced on 25 August 2021, the terms of the Settlement had provided, *inter alia*, that with regard to the settlement of the balance outstanding debts owed by each of the Borrowers, Affin Bank shall review the position after 31 March 2022. On 10 March 2022, the Company was informed that each of the Borrowers have received letters of offer from Affin Bank setting out the revised terms for settlement of the balance outstanding debts owed by each of the Borrowers. The Board and management are reviewing and considering the letters of offer carefully with its professional advisers.

The Company will make further announcements as and when there are material developments on the above matter.

Shareholders are advised to exercise caution when dealing in the shares of the Company and to refrain from taking any action in respect of their investments which may be prejudicial to their interests. In the event that shareholders wish to deal in the shares of the Company, they should seek their own professional advice and consult with their own stockbrokers.

BY ORDER OF THE BOARD
Raffles Education Corporation Limited
12 March 2022