
ENTRY INTO A JOINT VENTURE WITH RAFFLES FINANCIAL PRIVATE LIMITED

The Board of Directors (the “**Board**”) of Raffles Infrastructure Holdings Limited (“**RI-Holdings**”) and together with its subsidiaries (the “**Group**”) wishes to announce that R-Holdings has on 02 November, 2020 entered into a joint venture (the “**JV**”) with Raffles Financial Private Limited (“**R-Financial**”), both companies collectively known as the “**Parties**”.

The Joint Venture Company

The Joint Venture Company (the “**JVC**”) shall be re-named as Raffles Infrastructure Capital Limited, currently known as MFund Limited which is incorporated in Hong Kong.

The Parties shall procure that JVC shares be held with an issued and paid up share capital of HKD 200 divided into 200 shares. The number of shares and the respective shareholding percentage held by each party are set forth below:

	<u>Number of Shares</u>	<u>Percentage of Enlarged Share Capital</u>
RI-Holdings	100 Shares	50%
R-Financial	100 Shares	50%

The Board of the JVC shall comprise up to three Directors, where RI-Holdings shall be entitled to appoint two Directors and R-Financial one Director.

The principal activity of the JVC is to provide ‘FEMS’ advisory and management services like;

Funding of infrastructure projects commissioned by government and/or developers
EPC contractors and suppliers appointment & appraisal including payment approvals;
Marketing and leasing of the projects to secure buyers and tenants;
Sale of developments to REITS, Business Trusts and Funds.

The key targets are Asian governments and developers of infrastructure projects such as: highways, rail systems, air-sea ports, logistic hubs, clean energy stations, telecommunication towers, cloud & data centers, government facilities including hospitals, schools, national parks, water plants, energy grids.

The JVC does not invest in these developments and provide only advisory and management services.

The Background of JV Partner; Raffles Financial Private Limited

Raffles Financial Private Limited, a company incorporated and based in Singapore, provides corporate finance advisory services. Its holding company, Raffles Financial Group Limited, is listed on Canadian Securities Exchange, and has a market capitalisation of C\$400 million as of 30 October 2020.

The Impact on Raffles Infrastructure Holdings Limited

The JV is funded through internal resources and is not expected to have any material impact on the earnings per share or net tangible assets of the Company for the current financial year ending 30 June 2021.

The Board is of view that this JV is in line with RI-Holding's on-going objective of seeking opportunities and growth in its business and operations with a diversity on revenue streams.

Save as mentioned and their shareholdings in RI-Holdings, none of its Directors, controlling shareholders, substantial shareholders, and their respective associates, has any interest, direct or indirect, in the abovementioned transaction.

The Group will make further announcement when there are material developments in this matter. In the meantime, RI-Holdings would like to notify all its shareholders and business partners that the Group's business continues as usual, and trading in its securities will also continue in the ordinary course, unless a trading halt or suspension is effected in accordance with the Listing Rules.

By Order of the Board

Eric Choo Han Kiat

Executive Director and Chief Executive Officer

02 November 2020