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

CLARIFICATION ANNOUNCEMENT

The Board of Directors (the "**Board**") of Raffles Education Corporation Limited (the "**Company**"), refers to the Announcement of the Company dated 29 August 2018 (the "**Announcement**) in relation to an Asset Sale and Purchase Agreement for the proposed disposal of properties in the People's Republic of China entered into between the Company, Oriental University City Holdings (H.K.) Limited **("OUCHK"),** Langfang Tonghui Education Consultancy Co., Ltd and Langfang Kaifaqu Oriental University City Education Consultancy Co., Ltd.

As disclosed in the Announcement, a total of approximately 6,291.27 square meters of the gross floor areas of the two buildings are currently being leased out and pursuant to the relevant tenancy agreements, the aggregate monthly rent for these areas is RMB 1,728,354 (exclusive of government rates and service charges). OUCHK has since clarified that the aggregate rent of RMB 1,728,354 for these areas is the **annual amount**, instead of the **monthly amount** as stated in the Announcement.

OUCHK's clarification does not affect other information contained in the Announcement and save as disclosed in this announcement the remaining contents of the Announcement remain unchanged.

By Order of the Board
RAFFLES EDUCATION CORPORATION LIMITED

Chew Hua Seng
Chairman
3 September 2018