

RAFFLES EDUCATION CORPORATION LIMITED

(Incorporated in the Republic of Singapore)

(Company Registration No. 199400712N)

**ANNOUNCEMENT OF POSITIVE PROFIT ALERT BY ORIENTAL UNIVERSITY CITY HOLDINGS
(H.K.) LIMITED (“OUCHK”)**

The Board of Directors of Raffles Education Corporation Limited (the “**Company**”) wishes to inform that its subsidiary, OUCHK, listed on Growth Enterprise Market of the Stock Exchange of Hong Kong, has on 10 August 2018 announced that OUCHK together with its subsidiaries (the “**Group**”), is expected to record a substantial increase of its consolidated net profit for the year ended 30 June 2018, as compared to that for the year ended 30 June 2017, such increase attributable mainly to: (1) increase in fair value gain of the investment properties and (2) higher turnover in its campus as a result of the growth of its education facilities leasing and commercial leasing business in respect of the supporting facilities business of the Group.

Please refer to the attached announcement by OUCHK for more information.

By Order of the Board

RAFFLES EDUCATION CORPORATION LIMITED

Chew Hua Seng

Chairman

12 August 2018