RAFFLES UNITED HOLDINGS LTD

(Incorporated in the Republic of Singapore)
(Company Registration No.: 197302030N)
(the "**Company**")

ESTABLISHMENT OF SUBSIDIARY COMPANIES IN INVESTMENT HOLDINGS AND PROPERTY INVESTMENT

The Board of Directors of Raffles United Holdings Ltd (the "Company") wishes to announce that the Company has established the following wholly-owned subsidiary companies ("Subsidiaries") with a paid-up capital of SGD2/- each:

- Raffles Realty Investments Pte Ltd
- Raffles Century Properties Pte Ltd
- Raffles Land Management Pte Ltd
- Raffles Royal Property Pte Ltd
- Raffles Capital Land Pte Ltd

The principal activities of the Subsidiaries are mainly that of investment holdings and property investment.

The rationale for the establishment of the Subsidiaries is to cater for future potential acquisition of properties for investment purposes with the aim of increasing shareholder value.

The investment was funded through internal resources and is not expected to have any material impact on the consolidated net tangible assets and earnings per share of the Group for the current financial year.

None of the Directors or Substantial Shareholders of the Company has any interest, direct or indirect, in the above transaction.

BY ORDER OF THE BOARD

Tan Saik Hock
Chairman
2 August 2017, Singapore