RAFFLES UNITED HOLDINGS LTD
(Incorporated in the Republic of Singapore)
(Company Registration No.: 197302030N)

UPDATE ON USE OF NET PROCEEDS FROM RIGHTS ISSUE

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1. INTRODUCTION

The Board of Directors ("**Board**" or "**Directors**") of Raffles United Holdings Ltd ("**Company**") refers to its announcements dated 9 January 2019, 17 January 2019, 20 March 2019, 8 April 2019, 16 April 2019, 9 May 2019, 14 May 2019 and 16 May 2019 in relation to the Company's Rights Issue as well as its circular to Shareholders dated 22 March 2019 relating to the Rights Issue ("**Circular**") and the offer information statement dated 16 April 2019 ("**Offer Information Statement**"). Unless otherwise defined, capitalised terms used herein shall have the same meanings as defined in the Offer Information Statement.

2. USE OF NET PROCEEDS FROM RIGHTS ISSUE

The Board wishes to update Shareholders on the use of the net proceeds raised from the Rights Issue. Subsequent to the announcement dated 16 May 2019, the Company has, on 29 May 2019, further utilised approximately S$5.95 million from the net proceeds for repayment of bank borrowings.

As of the date of this announcement, the Company has fully utilised the net proceeds raised from the Rights Issue as set out below:

Use of Net Proceeds	**Allocation of Net Proceeds (S$'000)**	**As a percentage of the Net Proceeds**	**Net Proceeds utilised as at 29 May 2019 (S$'000)**	**Net Proceeds balance as at 29 May 2019 (S$'000)**
Repayment of bank borrowings	7,952	100%	7,952	-
General working capital	-	-	-	-

The above utilisation of the net proceeds raised from the Rights Issue is consistent with the intended use of net proceeds disclosed in the Circular and the Offer Information Statement.

By Order of the Board

TAN SAIK HOCK
Chairman
29 May 2019