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

RESPONSE TO SGX REGCO QUERIES DATED 25 NOVEMBER 2021

The Board of Directors (the "**Board**") of Raffles Education Corporation Limited ("**Company**") refers to queries raised by SGX RegCo in respect of the Company's announcements dated 12 November 2021 and 24 November 2021 on the Company's Results for the first quarter ended 30 September 2021.

The Company wishes to respond to the queries as follows:

Question - As requested in question 4 of our previous query, the Company was asked to provide the breakdown of the ageing of the trade receivables amounting to S$8.1 million (which is more than 90 days past due) in bands of 3 months with the upper band disclosed. Please disclose (a) for how long the $8.1 million was outstanding, (b) the reason why such a significant trade debt had not been collected and overdue, (c) the identity of persons from whom such a significant amount is outstanding and (d) basis why the board is of the view that the amount will be collectible.

Company's Response

Trade receivables more than 90 days of $8.1 million are mainly as follows -

	91 - 180 days past due	181 - 270 days past due	271 - 360 days past due	More than 360 days past due	Notes
	$' million	$' million	$' million	$' million	
Wanbo Institute of Science & Technology	-	-	5.1	-	A
Oriental University City Holdings (H.K.) Limited	-	-	-	1.9	B
Oriental University City (Cayman) Limited	-	-	-	0.6	C
Raffles K12 Sdn Bhd	0.1	-	-	-	D
Raffles Assets (Thailand) Limited	0.4	-	-	-	E
Total $8.1 million	**0.5**	**-**	**5.1**	**2.5**	

Notes:

A. These were tuition fees for certain students to be paid by the Ministry of Finance of Anhui Province ("MOF"). Management were actively in discussion with MOF and expects to collect these tuition fees by Q2 FY22.

B. These were education facilities rental service fees receivables from education contract colleges and commercial customers and the balance receivables as at 25 Nov 2021 is $43K. Management were actively in discussion with these customers and expects to collect these balance receivables by Q2 FY22.

C. These were mainly utilities receivables from commercial tenants. Management were actively in discussion with tenants to collect these receivables by Q2 FY22.

D. These were tuition fees' collectible from students who pay based on instalment plans. Management were of the view that these receivables were collectible because the school continued to receive monthly instalment payments from these students, and they were still studying in the school.

E. These were tuition fee's collectible from students who pay based on instalment plans. Management were of the view that these receivables were collectible because the School and College were actively following up and/or continued to receive instalment payments from these students, and they were still studying in the School and College respectively.

Shareholders are advised to exercise caution when dealing in the shares of the Company and to refrain from taking any action in respect of their investment, which may be prejudicial to their interests. In the event that shareholders wish to deal in the shares of the Company, they should seek their own professional advice and consult with their own stockbrokers.

BY ORDER OF THE BOARD
Raffles Education Corporation Limited
25 November 2021