

**RAFFLES EDUCATION CORPORATION LIMITED**

(Incorporated in the Republic of Singapore)

(Company Registration No.: 199400712N)

**SALE OF LAND AND PROPERTIES THEREON LOCATED IN LANGFANG DEVELOPMENT ZONE, HEBEI PROVINCE, THE PEOPLE'S REPUBLIC OF CHINA THROUGH THE SALE OF 100% OF THE EQUITY INTEREST IN LANGFANG TAITU REAL ESTATE DEVELOPMENT CO., LTD (廊坊泰土房地产开发有限公司)**

*Capitalised terms used in this announcement, which are not otherwise defined, shall have the meanings ascribed to them in the announcement of Raffles Education Corporation Limited dated 20 April 2012 (the "**Announcement**").*

The Board of Directors refers to the Announcement in relation to the Equity Transfer Agreement. The Board of Directors wishes to announce that the Vendor and the Purchaser have on 20 June 2012 entered into a supplemental agreement to the Equity Transfer Agreement (the "**Supplemental Agreement**") to extend the dates specified in the Equity Transfer Agreement (as set out in paragraph 4.1(b) of the Announcement).

Under the Equity Transfer Agreement (as amended by the Supplemental Agreement), the Vendor and the Purchaser shall use their best endeavours to procure the satisfaction of the Conditions before **31 July 2012** (instead of 30 June 2012) or such date as may be agreed. In addition, in the event that any of the Conditions is not satisfied within **150 days** (instead of 90 days) from the date of the Equity Transfer Agreement or such other date as may be agreed, the Overall Agreement and the Equity Transfer Agreement will be terminated without liability.

A circular to Shareholders, together with notice of the EGM, to seek Shareholders' approval for the proposed disposal of the 635 Mu Land and properties thereon will be despatched to Shareholders in due course.

By Order of the Board

**RAFFLES EDUCATION CORPORATION LIMITED**

Chew Hua Seng  
Chairman  
21 June 2012