

**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 circular of Raffles Education Corporation Limited dated 16 August 2012 (the "**Circular**").*

Further to the extraordinary general meeting held on 31 August 2012, at which the Shareholders had approved the Proposed Disposal, the Board is pleased to announce that the Vendor and the Purchaser have completed the Equity Transfer.

Following completion of the Equity Transfer, all of the equity interest in Taitu has been transferred to the Purchaser by the Vendor, and Taitu has ceased to be a subsidiary of the Company.

By Order of the Board

Chew Hua Seng  
Chairman & CEO  
6 September 2012