

RAFFLES EDUCATION CORPORATION LIMITED

(Incorporated in the Republic of Singapore)

(Company Registration No: 199400712N)

(the “**Company**”)

USE OF PROCEEDS FROM RIGHTS ISSUE COMPLETED ON 23 OCTOBER 2012

Unless otherwise defined, all capitalised terms used in this announcement shall bear the same meanings as in the Offer Information Statement dated 1 October 2012.

Further to the Company’s announcement on 30 October 2012 and 20 December 2012 for a total utilization of \$18,898,000 from proceeds of the Rights Issue, the Company wishes to announce further utilization of the net proceeds from the Rights Issue of S\$23,706,000 after the finalization of related expenses of S\$219,000 (the “**Net Proceeds**”) as follows:

PURPOSE	AMOUNT UTILISED (S\$)
Amount used for investment in education institutions	4,808,000
TOTAL	4,808,000

The above constitutes the final utilisation and is in line with the intended uses of the Net Proceeds stated in the Offer Information Statement.

BY ORDER OF THE BOARD
RAFFLES EDUCATION CORPORATION LIMITED

Chew Hua Seng
Chairman

28 February 2013